NEW JERSEY

COMPREHENSIVE ANNUAL FINANCIAL REPORT FISCAL YEAR ENDED JUNE 30, 2002

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STATE OF NEW JERSEY
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2002
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JAMES E. MCGREEVEY
Governor

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State Treasurer

November 27, 2002

Honorable Governor James E. McGreevey
Members of the State Legislature
New Jersey Citizens

In accordance with the provisions of N.J.S.A. 52:27B-46, we are pleased to transmit to you the Comprehensive Annual Financial Report of the State of New Jersey for the fiscal year ended June 30, 2002. The Office of Management and Budget, Department of the Treasury, which is responsible for data accuracy as well as the completeness and fairness of the presentation, including all disclosures, prepared this report.

This Comprehensive Annual Financial Report, which has earned an unqualified audit opinion, presents the financial position and operating results of the State under generally accepted accounting principles (GAAP) applicable to State and Local governments as established by the Governmental Accounting Standards Board (GASB). The State also participates in the Government Finance Officers Association of the United States and Canada's (GFOA) review program for the Certificate of Achievement for Excellence in Financial Reporting. This is the first year that the State has implemented the new standards provided in GASB Statements No. 34 and No. 35. The objectives of the new reporting model as reflected in these statements are to provide a clear picture of the government as a single unified entity as well as providing traditional fund based financial statements. We are confident that the data is accurate in all material respects, that it is presented in a manner designed to set forth fairly the financial position and results of the State's operations as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain a reasonable understanding of the State's financial affairs have been included.

As presented in this report, the State has met its constitutionally mandated balanced budget requirement, by having a positive undesignated fund balance in the major budgeted funds which include the General Fund, Property Tax Relief Fund, Casino Revenue Fund, and Casino Control Fund. The undesignated fund balance for the State's budgeted funds is $292.3 million.

The New Jersey Comprehensive Annual Financial Report for the fiscal year ended June 30, 2002 is organized in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the State's organization chart, and the 2001 GFOA Certificate of Achievement for Excellence in Financial Reporting. The financial section includes the independent auditor's report on the basic financial statements, management's discussion and analysis which provides an introduction, overview and analysis of the basic financial statements, the government-wide financial statements, the fund financial statements for governmental funds, proprietary funds, fiduciary funds, and component units, together with notes to the basic financial statements as well as additional required supplementary information (Budgetary Schedules), and the other supplementary information (Combining Fund Statements). The statistical section includes the budgetary basis schedules, as well as selected financial and demographic information.

All funds and component units of the entity called the State are included in this Comprehensive Annual Financial Report. These functional areas provide support for a full range of services including education, health and social services, transportation, law and public safety, justice, recreation, community and environmental management, public improvements, and general administrative services. The criteria

utilized to determine the entity for the State of New Jersey are those prescribed in GASB Statement No. 14.

BUDGETARY PROCESS, ACCOUNTING SYSTEMS, AND INTERNAL CONTROLS

The following sections provide a summary of the State's budget process, its accounting system, and its internal controls:

Budgetary Process

The State Constitution as well as certain other New Jersey Statutes contains provisions concerning the budget and appropriation system. On or before October 1st of each year, each Department, Board, Commission, Office or other Agency of the State must file with the Director of the Office of Management and Budget (the "Director") a request for appropriation or permission to spend, specifying all expenditures proposed to be made by such spending agency during the following fiscal year. The Director then examines each request and determines the necessity or advisability of the appropriation request. On or before December 31st of each year, or such other time as the Governor may request, after review and examination, the Director submits the requests, together with findings, comments and recommendations, to the Governor. It is the responsibility of the Governor to examine and consider all requests and formulate budget recommendations. The Governor's Budget Message is then transmitted on or before the third Tuesday following the first meeting of the State Legislature in each year, except in the year when a Governor is inaugurated, when it must be transmitted on or before February 15th, unless otherwise provided through legislation.

During the course of the fiscal year, the Governor may take steps to reduce State expenditures if it appears that revenues have fallen below those originally anticipated. The Governor, with approval from the State Legislature, may enact supplemental appropriations after the adoption of the annual Appropriations Act, should there be sufficient revenues on hand or anticipated, as certified by the Governor, to meet such appropriation.

Over the past two decades, the New Jersey budget process has evolved into a strategic planning process in which the budget is related directly to the program objectives of governmental activities, and the costs and benefits of the programs of each agency are justified at various alternative funding levels.

Accounting Systems

For the various State departments, accounting records are maintained by a central accounting system. The system operations are directed and supervised by the Office of Management and Budget. The State's annual budget is comprised of individual appropriations to departments for specific programs and purposes. Budgetary control is exercised at the department level by individual appropriations and allocations within appropriations to various programs and major expenditure objects. Component units maintain separate accounting systems.

Encumbrance accounting is employed to ensure that expenditures do not exceed appropriations and allocations. Purchase orders, contracts, and other commitments involving monetary expenditures are encumbrances. Any unencumbered and unexpended non-continuing appropriations lapse at the end of the fiscal year.

Internal Controls

Consideration as to the adequacy of internal controls is paramount in developing and maintaining the State's accounting system. Internal accounting controls are designed to provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and that financial records are reliable for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived from its use, and that the evaluation of costs and benefits require managerial estimates and judgments. All internal control evaluations occur within this framework.

AUDIT INFORMATION

The principal auditor of the State's reporting entity is the Office of the State Auditor, which resides in the legislative branch of State government. The State Auditor's examination was conducted in accordance with generally accepted auditing standards and its opinion precedes the Basic Financial Statements. Outside public accounting firms have been used for the audits for separately issued component units and college and university financial statements. In addition, the Office of the State Auditor conducts periodic financial and expanded scope audits of the various State agencies. This audit received an unqualified opinion on the Basic Financial Statements contained in this Comprehensive Annual Financial Report.

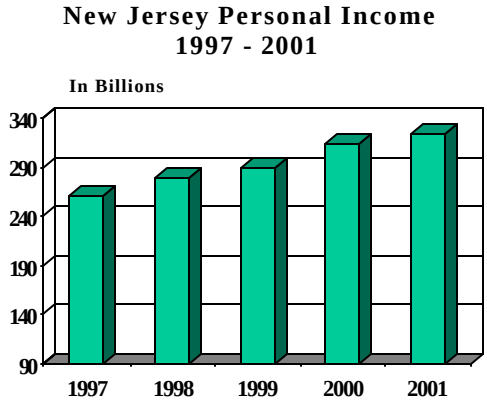
COMPONENT UNITS

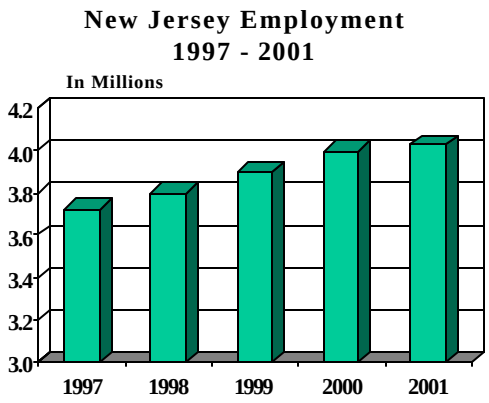
This Comprehensive Annual Financial Report for the fiscal year ended June 30, 2002 includes the accounts of the various public authorities, colleges, and universities in accordance with the requirements of GASB Statement No. 14, The Financial Reporting Entity. These authorities are legally separate entities that are not operating departments of the State. Governing boards are vested with the power to independently manage these component units. Each component unit is established for a specific purpose for the benefit of the State's citizenry, such as economic development, public transportation, subsidized housing, environmental protection, and capital development for health and education purposes. GASB Statement No. 14 provides that the financial statements should emphasize the primary government and permit financial statement users to distinguish between the primary government and its Component Units. As a result, the transmittal letter, management's discussion and analysis, and the financial statements focus on the primary government and its activities, although information pertaining to the Component Units is presented.

ECONOMIC CONDITION AND OUTLOOK

March 2001 marked the introduction of this nation's tenth recession since the beginning of World War II. New Jersey's economy paralleled the nation and entered into recession three months later. Despite the onset of recession, New Jersey employment for calendar year 2001 was 27,200 above the 12-month average for calendar year 2000. By the end of calendar year 2001, the State's labor market reflected the aftereffects of the national recession and mixed impacts from the World Trade Center Attack. After the September 11, 2001 terrorist attacks, the State added jobs in October as displaced New York City businesses scrambled to locate temporary or new permanent operations in New Jersey. On a monthly basis, jobs peaked in February and then paralleled national declines in employment.

New Jersey's personal income growth advanced by an estimated 3.0 percent in calendar year 2001, reflecting tight labor market conditions that existed early in the calendar year. For the beginning of calendar year 2002, personal income growth ranged from 2.0 to 2.5 percent, due to the constraints of sluggish job growth, lower bonuses in the financial sector, and modest wage increases elsewhere. For calendar year 2001, retail sales were negatively impacted by a slowing economy, a drop in home construction, the World Trade Center attacks, and a late season drop in tourism, but were then aided by year-end sales promotions for automobiles.





Recovery for the New Jersey's economy is expected to occur during calendar year 2003. The likelihood of a moderate recovery is reinforced by a much weakened New York City economy that typically exerts a strong influence on Northern New Jersey businesses.

FISCAL YEAR 2002 REVENUE SUMMARY

The following revenue discussion encompasses the activity of the State's General Fund and four Special Revenue Funds-the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund. The amounts included in this section are those anticipated revenues realized in support of the annual appropriations and do not include federal grants or dedicated revolving funds.

Fiscal Year 2002 revenue collections totaled $20.6 billion, $387.5 million below Fiscal Year 2001 revenue. Revenue changes in the State's three major taxes over Fiscal Year 2001 levels were as follows: the Sales and Use Tax increased by $238.1 million or 4.1 percent, including $89.0 million for tax amnesty; the Gross Income Tax decreased by $1,152.2 million or 14.4 percent, including $61.0 million for tax amnesty; and the Corporation Business Tax decreased by $218.0 million or 15.7 percent, including $105.0 million for tax amnesty. Overall, Fiscal Year 2002 levels reflect the slowdown of New Jersey's economy.

Collections for the State's three major taxes, as a percentage of Fiscal Year 2002 total receipts, were as follows: the Gross Income Tax represented 33.2 percent; the Sales and Use Tax equaled 29.2 percent; and the Corporation Business Tax represented 5.7 percent. The State's three major taxes represented 68.1 percent of Fiscal Year 2002 total receipts, as compared to 72.2 percent for Fiscal Year 2001.

EXPENDITURES: CATEGORY DESCRIPTIONS AND FISCAL YEAR 2002 SUMMARY

State expenditures encompass the activity of the State's General Fund and four Special Revenue Funds-the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund. The amounts listed in this section are on a budgetary basis and do not include federal grants. State expenditures are based on the annual Appropriations Act and are divided into five major categories. They are Direct State Services, Grants-in-Aid, State Aid, Capital Construction, and Debt Service. Each category and its Fiscal Year 2002 expenditure is described below:

- Direct State Services represents those functions operated directly by State Government. Funding consists primarily of the salary and benefits of State employees and operational support of the State's departments, the Executive Office, several commissions, the State Legislature, and the Judiciary. Public services offered by State Government, such as testing laboratories, social services, environmental and community services, legal services, State Police services, and the operation of prisons, psychiatric hospitals, and developmental disability centers are included in this category.

    - Direct State Services accounted for 22.5 percent of total Fiscal Year 2002 expenditures. Direct State Services expenditures increased between Fiscal Year 2002 and Fiscal Year

2001 by $93.9 million. The largest increases in Direct State Services centered on Human Services and Law and Public Safety.

- Grants-in-Aid represent programs and services provided to the public on behalf of the State by a third party provider. Grants-in-Aid payments are made to individuals and public or private agencies for benefits to which a recipient is entitled by law, or for the provision of services on behalf of the State. These payments include the Homestead Rebate/NJ SAVER programs and the Medicaid program, which reimburses hospitals, nursing homes, and physicians for services rendered to the State's needy population. Community programs for the developmentally disabled, pharmaceutical assistance to the aged and disabled, support for the State colleges and universities, utility credits to senior citizens, financial aid grants to college students, and bus and railroad subsidies to New Jersey Transit are programs that also are under the Grants-in-Aid category.

    - Grants-in-Aid accounted for 32.0 percent of total Fiscal Year 2002 expenditures. This is a $1,054.1 million increase from the prior fiscal year. Major changes in Grants-in-Aid expenditures were associated with Health and Senior Services, Human Services and Treasury.

- State Aid represents funds that are distributed to municipalities, counties, and school districts. The major portion of the Gross Income Tax revenue is apportioned to State Aid. The largest portion of expenditures in this category is for elementary and secondary school aid. This category also provides funding for the various public assistance programs and county psychiatric hospitals, as well as municipal property tax relief programs.

    - State Aid represented 39.0 percent of total Fiscal Year 2002 expenditures. State Aid expenditures increased between Fiscal Year 2002 and Fiscal Year 2001 by $426.6 million. State Aid includes aid to public schools, teachers' pensions and social security costs, municipal aid programs, reimbursement to counties for welfare programs, and other miscellaneous programs.

- Capital Construction represents allocations for various construction projects. Included in this expenditure category is the appropriation to the New Jersey Transportation Trust Fund Authority, which is used to fund both New Jersey Transit and the Department of Transportation's annual capital program.

    - Capital Construction represented 4.5 percent of total Fiscal Year 2002 expenditures. Construction for capital projects decreased by $158.8 million as compared to the prior fiscal year. Primary focus for capital construction projects centered on transportation and environmental areas.

- Debt Service represents interest and principal payments on various voter approved General Obligation Bond Acts. After a general obligation bond act has been both legislatively and voter approved, the State Legislature appropriates capital projects against dollar amounts authorized. General Obligation Bonds are backed by the State's full faith and credit. Projects that have been funded by State General Obligation Bonds include prisons, roads, human services facilities, and various environmental protection projects.

  The State Legislature also appropriates amounts for debt service related to State contract obligations, certificates of participation, and the State's line of credit. These debt instruments have an underlying credit structure that relies on debt service being subject to annual State appropriations made from time to time by the State Legislature. Except for the Capital Construction classified debt service of the New Jersey Transportation Trust Fund Authority, debt service associated with these instruments is included within the Direct State Services category.

    - Debt Service on General Obligation Bonds represented 2.0 percent of total Fiscal Year 2002 expenditures. Debt Service expenditures decreased by $73.8 million primarily due

to the issuance of $608.3 million of General Obligation Refunding Bonds Series H and I which produced $27.5 million in debt service savings for Fiscal Year 2002.

Total Fiscal Year 2002 expenditures of $22.7 billion are $1.3 billion more than expenditures for the prior fiscal year.

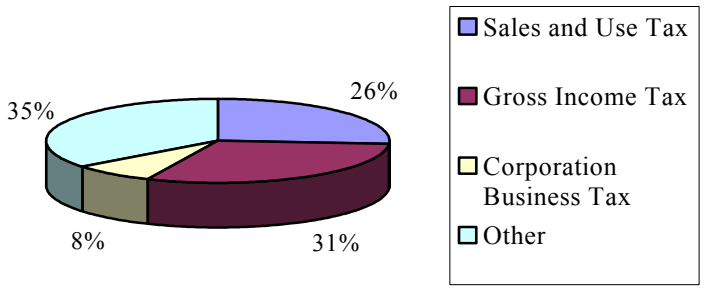
FISCAL YEAR 2003 REVENUE PROJECTIONS

The Fiscal Year 2003 revenue projections are based on estimates of slight economic growth. At the time of the Appropriation Act underlying economic indicators were mixed, with forecasters anticipating a slow growth economy. Prior to the events of September 11, 2001, it had been anticipated that the slowdown experienced in calendar year 2001 would stabilize by year's end leading to relatively low but positive growth for most 2002 economic indicators. It was anticipated that moderate positive growth would resume early in 2002 and continue. However, given the many economic and civic uncertainties unleashed by the events of September 11, 2001 and the reactions to those events, the economic slowdown has continued in calendar year 2002. The State and the nation have experienced further contraction of the economy and the expected 2002 recovery has been delayed. Consumers, investors, and businesses are cautiously assessing the Federal Reserve and the markets to determine whether a bottoming out of the economy has occurred and whether or not a recovery has begun.

Fiscal Year 2003 revenues are projected to be $23.4 billion, $2.8 billion above Fiscal Year 2002 revenue. Projected revenue changes in Fiscal Year 2003 for the State's three major taxes over Fiscal Year 2002 are as follows: the Sales and Use Tax is expected to increase by $175.2 million or 2.9 percent, the Gross Income Tax is expected to increase by $460.5 million or 6.7 percent, and the Corporation Business Tax is expected to increase by $658.0 million or 56.2 percent. Substantial growth in the Corporation Business Tax reflects a total tax restructure that effectively closed various tax loopholes.

Fiscal Year 2003 resources, including the Fiscal Year 2003 opening balance, are projected at $23.7 billion. The State's three major taxes as a percent of total resources are as follows: the Gross Income Tax represents 30.8 percent; the Sales and Use Tax represents 26.0 percent; and the Corporation Business Tax represents 7.7 percent. The State's three major taxes are projected to represent 64.5 percent of total resources.

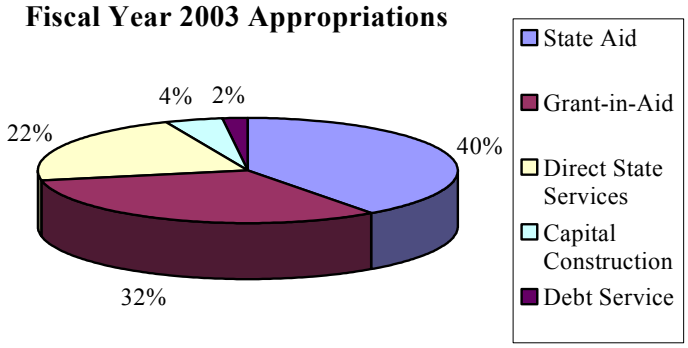
Fiscal Year 2003 Revenue



Fiscal Year 2003 anticipates revenue of $1,350.2 million from the Tobacco Settlement. This represents $275.2 million in payments from the Master Settlement Agreement (the "MSA") reached in November 1998 between 46 states and the major tobacco companies. The remainder came from proceeds derived from the sale of $1.8 billion in Tobacco Settlement Asset-Backed Bonds. This issuance represents a securitization of 50.0 percent of future Tobacco Settlement payments the State is to receive on and after December 1, 2003 to perpetuity or until the bonds are paid off. Of the amount issued, $1.075 billion is to be deposited into the State's General Fund for Fiscal Year 2003 expenditures while another $413 million is to be held in reserve.

FISCAL YEAR 2003 APPROPRIATIONS

The total Fiscal Year 2003 appropriation is $23.4 billion. Of the $23.4 billion appropriated in Fiscal Year 2003 from the General Fund, the Property Tax Relief Fund, the Casino Control Fund, the Casino Revenue Fund, and the Gubernatorial Elections Fund, $9.3 billion (39.9 percent) is appropriated for State Aid to Local Governments, $7.5 billion (32.0 percent) is appropriated for Grants-in-Aid, $5.1 billion (21.7 percent) for Direct State Services, $1.0 billion (4.4 percent) for Capital Construction, and $0.5 billion (2.0 percent) for Debt Service on State General Obligation Bonds.



State Aid to local governments constitutes the most important aspect of Fiscal Year 2003 appropriations. These funds are essential in the funding of local government operating costs as well as property tax relief. In Fiscal Year 2003, $9,332.5 million will be distributed to municipalities, counties, and school districts. Major State Aid programs are: Aid to School Districts ($7,620.8 million), Unrestricted Aid to Municipalities and Counties through the Department of Community Affairs ($985.6 million), and Aid to County Colleges ($181.3 million).

Grants-in-Aid represent the second largest portion of the State's Fiscal Year 2003 appropriation. In Fiscal Year 2003, $7,506.3 million has been appropriated. These funds are distributed to individuals, public agencies, or private agencies as direct benefits or to provide services. The largest grants-in-aid programs are: Human Services programs ($3,200.9 million), Higher Education ($868.8 million), Health and Senior Services programs ($810.1 million), Property Tax Relief Programs ($1,350.8 million), and Public Transportation ($260.0 million).

The Direct State Services Fiscal Year 2003 appropriation is $5,070.2 million. These funds support the operating costs of the Executive Departments, the Judiciary, and the State Legislature. The largest appropriations are for the following departments: Corrections ($772.9 million), Human Services ($631.4 million), Law and Public Safety ($450.6 million), Transportation ($235.5 million), and Treasury ($400.8 million).

Capital Construction appropriations for Fiscal Year 2003 totals $1,022.0 million. Of this amount, $745.0 million is appropriated to the New Jersey Transportation Trust Fund Authority, $98.0 million is for open space preservation, $43.5 million is for hazardous substance and underground tank remediation, and $25.0 million is for shore protection.

Debt Service for General Obligation Bonds is $470.7 million. This amount reflects the cost of financing various infrastructure and environmental projects that have been approved through prior voter referenda.

SERVICE EFFORTS AND ACCOMPLISHMENTS

The following sections highlight various service efforts and accomplishments the State has achieved during Fiscal Year 2002 as well as some of the goals the State hopes to achieve for Fiscal Year 2003.

Fiscal Year 2002

- The New Jersey Transportation Trust Fund Authority was legislatively reauthorized for an additional four-year period beginning in Fiscal Year 2001, with a total State spending authority of $3.8 billion. In Fiscal Year 2002, the New Jersey Transportation Trust Fund Authority's annual spending authority totaled $1,107.5 million, which was $157.5 million more than originally authorized. The added funding has been used primarily to further advance the Hudson Bergen Light Rail System. For Fiscal Year 2002, when factoring in federal highway and mass transit funds, the total spending authorization exceeded $2.4 billion, making this fiscal year the largest annual construction program in the Department of Transportation's history.

- The Fiscal Year 2002 Appropriations Act included a $1,089.4 million appropriation for property tax relief in the form of rebates. The NJ SAVER Program, a five-year plan to provide direct school property tax relief, was accelerated by one year to its fourth year funding level. The $607.4 million appropriation to the NJ SAVER program was used to offset the school taxes that homeowners pay on the first $45,000 of assessed value on their homes. This amount represented an average family check of $500. The Fiscal Year 2002 Appropriations Act included a $482.0 million appropriation for the Homestead Rebate program. Funding of an additional $147.5 million maximized the entitlement to $750 per eligible claimant, from $500, the first increase to the program in over 10 years.

- The Fiscal Year 2002 State Budget provided a $110.8 million appropriation for NJ KidCare, a federal and state funded program that provides health insurance for children whose parents cannot afford to purchase it privately. This expansion coverage program is 35 percent state funded and 65 percent federally funded. The NJ KidCare program provides a comprehensive array of health services to qualified children who have been without medical coverage for six months and are not Medicaid-eligible. In addition, health insurance coverage for over 140,000 parents with family incomes below 200 percent of the poverty line and adults without children with income below 100 percent of the poverty line is provided through NJ FamilyCare. NJ FamilyCare was funded with $181.3 million in Fiscal Year 2002 State appropriations and over $200 million in federal funds.

- During Fiscal Year 2002, in an effort to combat poverty, the New Jersey Earned Income Tax Credit program was expected to assist approximately 237,000 working families with children. When fully implemented in Fiscal Year 2004, the New Jersey Earned Income Tax Credit program will provide an annual refundable tax credit of over $800 for a family of one adult and two children earning up to $10,000 per year, over $700 for a similar family with an annual income of $15,000, and $480 for a similar family with an annual income of $20,000. The Fiscal Year 2002 cost for this program was $59.6 million.

Fiscal Year 2003

- The cornerstone to Governor McGreevey's Fiscal Year 2003 education plan is a literacy program that will include the hiring of reading coaches in under-performing elementary schools to ensure that all students are reading at or above grade level by the end of the third grade. A new State appropriation of $10 million represents the first installment of a four-year, $40 million commitment. A new federal program, "Reading First," which has the same goal, will supplement State Resources through $18.4 million in aid.

- Recognizing that the State's approach to early childhood education must be comprehensive, the Fiscal Year 2003 Budget provides a total increase of $157.4 million for preschool programs. The integration of educational, social, and family programs so that children can develop the academic and social skills needed for kindergarten, higher grades and life after school requires the involvement of both the Department of Education and the Department of Human Services. Of the $157.4 million, $142.4 million represents Abbott Preschool Expansion Aid to fund the increased costs between Fiscal Year 2002 and Fiscal Year 2003 for the approved preschool programs for three-and four-year olds in Abbott districts.

- The Office of Counter-Terrorism is being created as part of a $57 million Homeland Security initiative designed to provide a uniform, cohesive, and coordinated response to the threats posed to New Jersey following the tragic events of September 11, 2001. The Office of the Attorney General, in cooperation with the Domestic Security Preparedness Task Force, is beginning to meet the enormous challenge of coordinating the State's response and intelligence capabilities with federal, State, county, and local law enforcement agencies, as well as the National Guard.

- The Fiscal Year 2003 Budget includes $33.6 million for cancer research and treatment. Most prominently, an appropriation of $20 million is earmarked to the Cancer Institute of New Jersey through the Department of Health. Established in 1990, the Cancer Institute is the only center in New Jersey designated by the National Cancer Institute and is one of only 13 National Cancer Institute designated cancer centers in the nation. The International Conference on New Initiatives in Cancer and Chronic Illness have been provided with $500,000 in new state funds that will highlight new developments in cancer research and treatment and to support a public "SWAT" team to investigate cancer clusters, providing rapid response and analysis.

INVESTMENTS

The State's Division of Investments was legislatively created in 1950 in order to centralize all functions relating to the purchases, sales, or exchanges of securities for the State's diverse funds under experienced and professional management. The statute provides investment authority to the State Investment Council and to the Director of the Division. The State Treasurer appoints the Director from a list of candidates proposed by the State Investment Council. The role of the State Investment Council is to formulate investment policies and procedures to be followed by the Director. State legislation provides that the State Investment Council may issue regulations, which specifically approve and authorize any form of investment. The State Investment Council has taken the position that the Division of Investment is bound by law to make prudent investments for the sole and direct financial benefit of the beneficiaries of the various funds under its supervision, and that the Division of Investment may not make any concession as to the rate, risk, or terms which would benefit any other party at the expense of the beneficiaries of the funds.

PENSION FUND ADMINISTRATION

The State operates seven retirement plans. Public Employees' Retirement System and Teachers' Pension and Annuity Fund are the principal plans. The other systems are Police and Firemen's Retirement System, Consolidated Police and Firemen's Pension Fund, State Police Retirement System, Judicial Retirement System, and Prison Officer's Pension Fund. State law regulates the administration of the pension fund systems and requires actuarial valuations every year and actuarial experience investigations every three years. Such valuations and investigations are designed to insure that these programs adequately recognize the additional costs resulting from experience or legislative changes in the benefits to be paid.

As of June 30, 2002, the State's seven retirement plans had a combined $66.3 billion in total assets, with a combined total liability of $389.0 million, leaving the State's pension fund system with net total assets of 65.9 billion.

For further information about the State's Pension Fund Systems, please refer to Notes No. 14 and No. 15 of this Comprehensive Annual Financial Report.

CASH MANAGEMENT

Unused cash is invested primarily in the New Jersey Cash Management Fund. The fund provides the State, its authorities and agencies, local municipalities, and school districts with a vehicle for short-term investment. For the fiscal year ended June 30, 2002, the New Jersey Cash Management Fund's average

daily-annualized rate of return for participating State accounts was 2.93 percent. For "Other-than-State" participants, such as municipalities and school districts, the average daily-annualized rate of return, which includes charges for administrative and operating expenses, was 2.75 percent for the same timeframe.

RISK MANAGEMENT

New Jersey's risk management function is performed within the Department of the Treasury and operates to reduce the adverse impact of catastrophic loss on State operations and budget through a combination of risk management and loss prevention techniques. The Office of Risk Management administers claims against the State and its employees under the Tort Claims Act, Workers Compensation statute, and various Federal laws, as well as claims on behalf of the State against others responsible for damage to the State, its employees, and its property.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The GFOA awarded the Certificate of Achievement for Excellence in Financial Reporting to the State of New Jersey for its Comprehensive Annual Financial Report for the year ended June 30, 2001.

In order to qualify for the Certificate of Achievement, a governmental entity must publish an easily readable and efficiently organized comprehensive annual financial report, the contents of which conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

The State of New Jersey has received this award every year since 1993. It is our belief that this Comprehensive Annual Financial Report for the fiscal year ended June 30, 2002 continues with this fine tradition and conforms to the Certificate of Achievement Program requirements.

ACKNOWLEDGEMENTS

Finally, we would like to express our appreciation to the many dedicated professionals in the Office of Management and Budget and the Office of the State Auditor whose efforts made possible the preparation of this report. We believe that their combined efforts have produced a report that will provide a means for government, the financial community, decision makers, and concerned citizens to better understand and evaluate the State's financial condition.

Sincerely,

John E. McCormac, CPA
State Treasurer

Charlene M. Holzbaur
State Comptroller

Certificate of Achievement for Excellence in Financial Reporting

Presented to

State of New Jersey

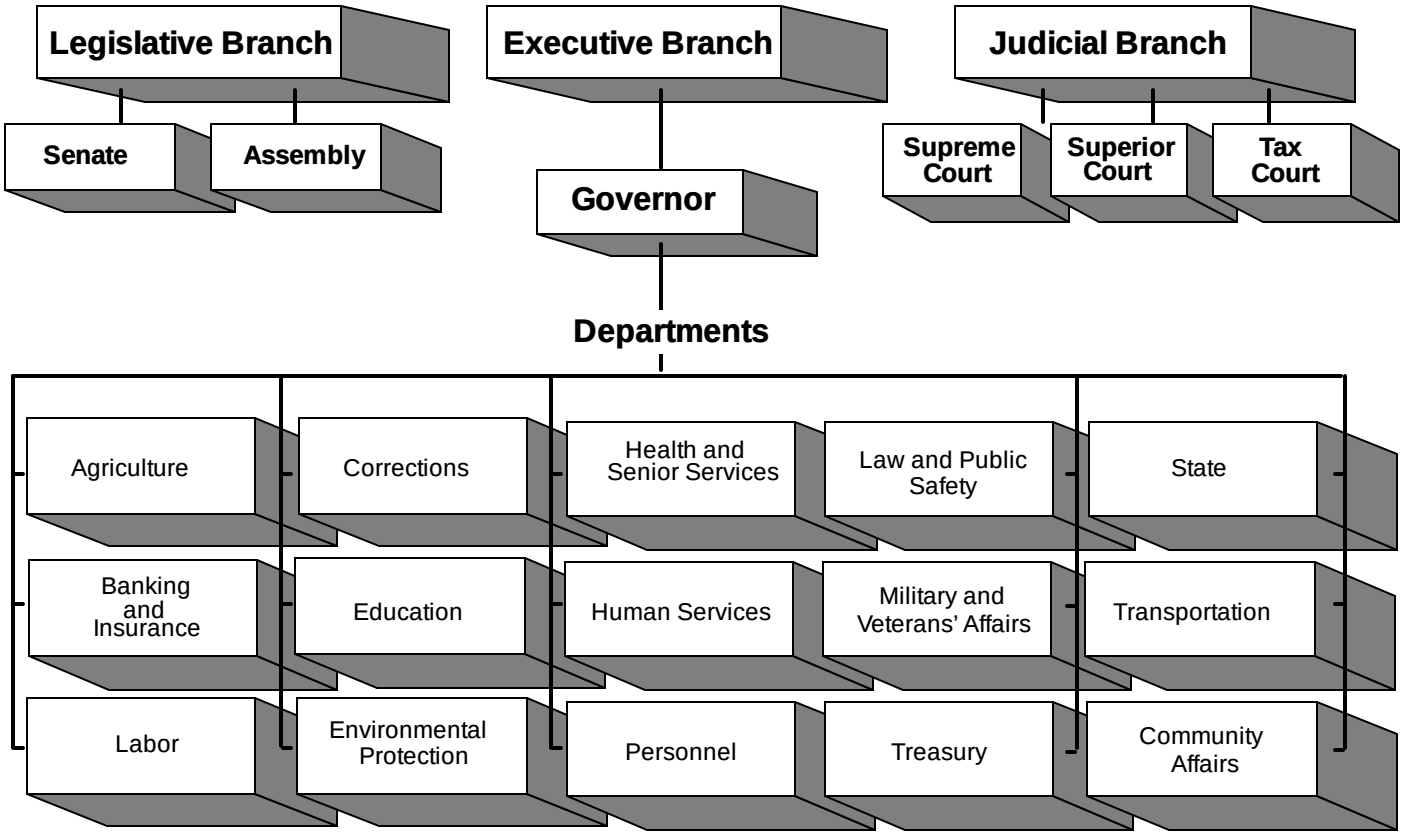
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2001

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

ORGANIZATION OF NEW JERSEY STATE GOVERNMENT



LEGISLATIVE
SERVICES COMMISSION

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ANTHONY R. BUCCO
RICHARD J. CODEY
NIA H. GILL
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LORETTA WEINBERG

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The Honorable James E. McGreevey
Governor of New Jersey

The Honorable John O. Bennett
President of the Senate

The Honorable Richard J. Codey
President of the Senate

The Honorable Albio Sires
Speaker of the General Assembly

Mr. Albert Porroni
Executive Director
Office of Legislative Services

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of New Jersey as of and for the year ended June 30, 2002, which collectively comprise the State's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the State of New Jersey's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the component units, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of New Jersey as of June 30, 2002, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 1 to the financial statements, the State of New Jersey adopted the provisions of the Governmental Accounting Standards Board Statements No. 34, *Basic Financial Statements-and Management's Discussion and Analysis - for State and Local Governments,* and No. 35, *Basic Financial Statements - and Management's Discussion and Analysis - for Public Colleges and Universities* as of July 1, 2001. In addition, as described in Note 1 to the financial statements, the State of New Jersey has implemented Governmental Accounting Standards Board Statements No. 37, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus,* and No. 38, *Certain Financial Statement Note Disclosures* as of July 1, 2001.

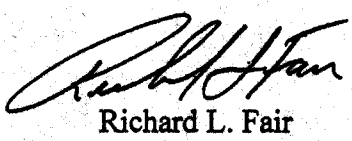
In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2002 on our consideration of the State of New Jersey's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis, the budgetary comparison schedules, and the funding progress schedule for all pension trust funds are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consist principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the State of New Jersey's basic financial statements. The Combining Fund Statements and Schedules - Non-Major Funds, Other Supplementary Information, Schedules of Anticipated and Appropriated Revenue and the Schedule of Appropriations and Expenditures are

presented for the purposes of additional analysis and are not a required part of the basic financial statements. These statements and schedules have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of other auditors, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section and the statistical section listed in the table of contents have not been audited by us, and accordingly, we express no opinion thereon.



Richard L. Fair
State Auditor
November 27, 2002

RLF:ehk

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following narrative provides an overview and analysis concerning New Jersey State Government's financial performance of its activities for the fiscal year ended June 30, 2002. Readers should consider this information in conjunction with the transmittal letter, which precedes Management's Discussion and Analysis, and the State's financial statements, which follow.

For the fiscal year ended June 30, 2002, the State of New Jersey implemented new accounting standards as outlined in the Governmental Accounting Standards Board (GASB) Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments. This Comprehensive Annual Financial Report provides new reporting standards that have significant changes in content and structure. Therefore, a majority of the information provided is not easily comparable to prior reporting periods. Year-to-year comparisons will be provided in future years' Comprehensive Annual Financial Reports. It is the intent of GASB Statement No. 34 to provide meaningful comparisons that will further explain the State's financial position and results of operations.

FINANCIAL HIGHLIGHTS

Government-wide

- The primary government's assets total $25.6 billion. Major increases were the result of the inclusion of capital assets, net of depreciation associated with the implementation of GASB Statement No. 34. As of June 30, 2002, assets exceeded liabilities by $2.9 billion. This calculation, commonly known as net assets, represents 1.1 percent of total assets. The State's unrestricted net assets, which represent net assets that have no statutory commitments and are available for discretionary use, totaled a negative $8.3 billion. The negative balance is primarily a result of financing unfunded actuarial liabilities in the State's pension fund systems, financing unfunded actuarial liabilities in uninsured motorist funds, and financing local elementary and high school construction.

- June 30, 2002 Component Unit assets exceeded Component Unit liabilities by $10.5 billion. Total Component Unit assets grew to $27.4 billion.

Fund Level

- The State's governmental funds reported June 30, 2002 combined ending fund balances of $5.6 billion, a decrease of $2.0 billion from the prior fiscal year. Of this amount, $874.8 million represents unreserved fund balances with the remainder reserved for specific, legislated purposes, management reserves, and constitutional dedications. The General Fund's total ending fund balance is $1.9 billion, with $292.3 million unrestricted.

- Proprietary Funds reported June 30, 2002 net assets of $2.9 billion. During the fiscal year, this amount decreased by $617.9 million.

Long-term Debt

- The State's long-term debt obligations increased 5.8 percent, to $17.2 billion, which includes a net increase in bonded debt of $555.9 million.

- During the fiscal year, the State issued $3.6 billion in bonds. New money issuances represented $1.2 billion for transportation and education system improvements, while $2.4 billion represented four refunding transactions that provided the State with $81.2 million in net present value savings. During the fiscal year ended June 30, 2002, the State paid $1.5 billion in debt service on its general obligation bonds, revenue bonds, installment obligations, capital leases, and certificates of participation.

- Non-bonded portions of the State's long-term debt total $2.8 billion. This amount represents a $392.1 million increase from the prior fiscal year and is mainly attributable to capital leases for State office facilities.

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's Discussion and Analysis serves as an introduction to the State of New Jersey's basic financial statements. This report, for the first time, includes GASB Statement No. 34 requirements for government-wide financial statements.

Basic Financial Statements

The basic financial statements include Government-wide financial statements and Fund financial statements. Both statements present different views of the State's financial information. The Comprehensive Annual Financial Report includes Notes to the Financial Statements; Required Supplementary Information (Budgetary Schedules) as well as Other Information.

- **Government-wide Financial Statements**
  Government-wide financial statements provide a broad view of the State's operations conforming to private sector accounting standards and provide both short-term and long-term information regarding the State's overall financial position through the fiscal year end. The statements are prepared using the flow of economic resources measurement focus and the accrual basis of accounting. The government-wide financial statements include the following two statements:

  - **The Statement of Net Assets** Shown on page 33, the Statement of Net Assets presents all of the State's assets and liabilities and calculates net assets. Increases or decreases in the State's net assets over time may serve as a useful indicator as to whether or not the State's overall financial position is improving or deteriorating.

  - **The Statement of Activities** Shown on pages 34 and 35, the Statement of Activities presents how the State's net assets changed during Fiscal Year 2002. All changes in net assets are reported when the underlying event occurs giving rise to the change, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will not result in cash flows until future fiscal periods. This statement also presents a comparison between direct expenses and program revenues for each State function.

  Both the Statement of Net Assets and the Statement of Activities have separate sections that report three activities:

  - **Governmental Activities** The majority of State operated functions fall into this category, which includes Executive, Legislative, and Judicial Branch operations. Governmental activity functions rely heavily on State taxes and federal grant receipts for funding their respective programs and functions.

  - **Business-Type Activities** Certain State operations that are legislatively able to charge fees to external users to recover all or a portion of the cost of the services that are provided are classified as business-type activities. The State Lottery Fund and the Unemployment Compensation Fund are two such examples.

  - **Component Units** Legally separate operations and organizations for which the State has financial accountability are considered component units. The State has 20 authorities, of which the New Jersey Building Authority and the New Jersey Transportation Trust Fund Authority are blended into governmental activities, and 12 colleges and universities that are reported as component units. These component units operate as business-type activities and are presented in two categories, major and non-major which is determined,

generally, by the relative size of the entity's assets, liabilities, revenues, and expenses when compared to the total of the related component units. A list of the State's component units is shown in Notes 1B – Significant Accounting Policies – Financial Reporting Entity and Note 16 – Component Units in the Notes to the Financial Statements. Audit reports of the individual component units can be obtained from their respective administrative offices.

The Comprehensive Annual Financial Report includes two schedules (shown on pages 37 and 39) that reconcile the amounts reported on the governmental fund financial statements (modified accrual basis of accounting) with government-wide financial statements (accrual basis of accounting). The following summarizes the financial reporting impact of transitioning from a modified accrual basis of accounting to a full accrual basis of accounting:

- Capital assets used in governmental activities are not reported on governmental fund financial statements.

- Certain tax revenues that are not earned, but are available, are reported as revenue on the governmental fund financial statements, but are classified as deferred revenue on the government-wide financial statements.

- Any liability relating to funding certain pension trust funds below the amount required (net pension obligation) is recorded only in the government-wide financial statements.

- Deferred issue costs are capitalized and amortized in the government-wide financial statement, but are reported as expenditures in the governmental fund financial statements.

- Except for the current portion of long-term debt which is reported in the fund financial statements, long-term liabilities, such as capital lease obligations, compensated absences, bonds and notes payable, and others appear as liabilities in the government-wide financial statements only.

- Capital outlay spending results in capital assets on the government-wide statements, but are reported as expenditures on the governmental fund statements.

- Bond and note proceeds result in liabilities on the government-wide financial statements, but are recorded as other financing sources on the governmental fund financial statements.

- Interest expense on long-term debt is recorded in the government-wide financial statements in the period when incurred. In the governmental fund financial statements, interest expense on long-term debt is recorded in the period it is paid.

- Certain other outflows represent either increases or decreases in liabilities on the government-wide financial statements, but are reported as expenditures on the governmental fund financial statements.

The Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide financial statements and fund financial statements. The notes can be found on pages 54 to 94 of this Comprehensive Annual Financial Report for the fiscal year ended June 30, 2002.

- **Fund Financial Statements**
  Fund financial statements begin on page 36. A fund is a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the

purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The State's fund financial statements reflect financial reporting practices in accordance with this definition. The State entity is divided between funds and component units, with State's funds divided into three categories – governmental, proprietary, and fiduciary.

- **Governmental Funds Financial Statements** Most Direct State Services are financed through governmental funds, which are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The governmental funds financial statements focus on current inflows and outflows of expendable resources and the unexpended balances at the end of a fiscal year that are available for future spending. Governmental fund information helps determine whether or not there was an addition or a reduction in financial resources that can be spent in the near future to finance State programs.

  The State's governmental funds are the General Fund, Debt Service Fund, Special Revenue Funds, and Capital Projects Funds. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The basic governmental funds financial statements can be found immediately following the government-wide financial statements.

- **Proprietary Funds Financial Statements** Proprietary funds are used to account for State business-type activities. Since these funds charge fees to external users, they are known as enterprise funds. Proprietary funds provide the same information as government-wide financial statements and use the accrual basis of accounting.

- **Fiduciary Funds Financial Statements** Fiduciary funds, which include State pension fund systems, are used to account for resources held by the State for the benefit of parties outside of State government. Fiduciary funds are reported using the accrual basis of accounting, in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets as shown on pages 44 to 47. Government-wide financial statements exclude fiduciary fund activity and balances since the assets are legislatively restricted in purpose and do not represent discretionary assets the State can use to fund its operations.

- **Component Units** The government-wide financial statements present information for the component units in a single column of the Statement of Net Assets. The Combining Statement of Net Assets and Changes in Net Assets and the Combining Statement of Cash Flows provides detail for each major component unit and the non-major component units in the aggregate.

- **Notes to the Financial Statements**
  Beginning on page 54, the Notes to the Financial Statements provide additional background information that assist the reader in understanding the data provided in the government-wide financial statements and fund financial statements.

- **Required Supplementary Information**
  The basic financial statements are followed by a section of required supplementary information. This section includes budgetary schedules that reconcile the statutory intent of the program with fund balances in accordance with generally accepted accounting principles at fiscal year's end as well as variances between the final budget and actual results on a budgetary basis. Also there is a Schedule of Funding Progress for all Pension Trust Funds.

- **Other Information**
  Combining financial statements for non-major governmental funds, proprietary funds, fiduciary funds, and non-major component units are shown in this section. They are not reported

individually, as with major funds, on the Governmental Fund Financial Statements. The Schedule of Appropriations and Expenditures, shown in this section details the comparison of expenditures at the legal level of control to the final budget. The Schedule of Anticipated Revenue and the Schedule of Appropriated Revenue provide detailed information on major and miscellaneous taxes, fees and other revenues. The Schedule of Anticipated Revenue provides further analysis by showing dollar and percentage variances of actual collections as compared to the original budget certification.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets

The State's fiscal year ended combined net assets totaled $2.9 billion. Fiscal Year 2002 activities showed a $2.4 billion decrease in combined net assets, with net assets of governmental activities decreasing by $1.8 billion, and business-type activities decreasing by $617.9 million.

Net Assets
June 30, 2002
(Expressed In Millions)

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Current and other noncurrent assets	$ 8,693.9	$ 4,632.5	$ 13,326.4
Capital assets, net	12,259.8	-	12,259.8
Total Assets	$ 20,953.7	$ 4,632.5	$ 25,586.2
Current liabilities	$ 3,806.3	$ 606.1	$ 4,412.4
Noncurrent liabilities	17,184.4	1,111.5	18,295.9
Total Liabilities	$ 20,990.7	$ 1,717.6	$ 22,708.3
Net Assets:			
Invested in capital assets, net of related debt	$ 4,781.8	$ -	$ 4,781.8
Restricted	3,453.5	2,974.6	6,428.1
Unrestricted	(8,272.3)	(59.7)	(8,332.0)
Total Net Assets	$ (37.0)	$ 2,914.9	$ 2,877.9

Invested in capital assets, net of related debt is the largest component of the State's net assets. Capital assets, net of depreciation are used by the State to provide services to citizens; consequently these assets are not available for future spending. Land, land improvements, buildings and improvements, machinery and equipment, infrastructure (roads, bridges and other immovable assets), and construction in progress are shown less any related debt used to acquire these assets that is still outstanding.

Changes in Net Assets

The State's net assets for Fiscal Year 2002 decreased by $2.4 billion. This amount is indicative of the State's current economic picture where revenue collections softened while expenditures remained constant. Approximately 49.0 percent of the State's total revenue came from general taxes, while 27.2 percent was derived from operating grants. Charges for services amounted to 19.1 percent of total revenues, while other items such as governmental subsidies and grants, capital grants, interest and investment earnings, and miscellaneous revenues accounted for the remainder. State expenditures cover a range of services. The largest expense, 25.5 percent was for educational, cultural, and intellectual development. Physical and mental health amounted to 22.7 percent of total expenditures, while government direction, management, and control amounted to 12.5 percent. Other major expenditures focused on economic planning,

development, and security, public safety and criminal justice, and community development and environmental management. During Fiscal Year 2002, governmental activity expenses exceeded program revenues, resulting in the use of $22.2 billion of general revenues (mostly taxes). Net expenses from business-type activities in Fiscal Year 2002 exceeded revenues by $139.4 million.

The deficit in unrestricted governmental net assets arose primarily as a result of deferring certain tax revenues that were received during Fiscal Year 2002 but not earned until a future time period, recording depreciation expense related to the capital assets, and recording certain liabilities that are required to be included in the government-wide financial statements.

The deficit in the unrestricted business-type activities net assets resulted from an excess of claims over available resources existing in the Health Benefits Local Government Employers Program Fund. Contribution rates have been increased to offset this deficit.

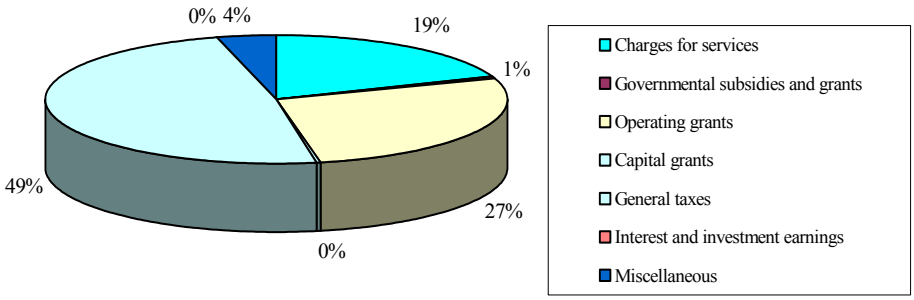
Statement of Activities
For the Fiscal Year Ended June 30, 2002
(Expressed In Millions)

	Primary Government		
	Governmental Activities	**Business-Type Activities**	**Total**
Revenues			
Program revenues			
Charges for services	$ 3,052.3	$ 4,032.0	$ 7,084.3
Operating grants	9,233.0	847.9	10,080.9
Capital grants	23.8	-	23.8
General revenues			-
General taxes	18,049.8	-	18,049.8
Governmental subsidies and grants	-	246.8	246.8
Interest and investment earnings	42.8	-	42.8
Miscellaneous	1,565.2	-	1,565.2
Total Revenues	$ 31,966.9	$ 5,126.7	$ 37,093.6
Expenses			
Public safety and criminal justice	$ 2,485.0	$ -	$ 2,485.0
Physical and mental health	8,952.4	-	8,952.4
Educational, cultural, and intellectual development	10,117.8	-	10,117.8
Community development and environmental management	2,207.6	-	2,207.6
Economic planning, development, and security	3,577.1	-	3,577.1
Transportation programs	1,541.6	-	1,541.6
Government direction, management, and control	4,954.9	-	4,954.9
Special government services	227.2	-	227.2
Interest expense	427.1	-	427.1
State Lottery Fund	-	1,304.7	1,304.7
Unemployment Compensation Fund	-	2,497.1	2,497.1
Other	-	1,217.5	1,217.5
Total Expenses	$ 34,490.7	$ 5,019.3	$ 39,510.0
Excess (Deficiency) Before Contributions and Transfers	$ (2,523.8)	$ 107.4	$ (2,416.4)
Transfers	725.3	(725.3)	-
Increase (Decrease) In Net Assets	$ (1,798.5)	$ (617.9)	$ (2,416.4)
Net Assets - July 1, 2001 - Restated	1,761.5	3,532.8	5,294.3
Net Assets - June 30, 2002	$ (37.0)	$ 2,914.9	$ 2,877.9

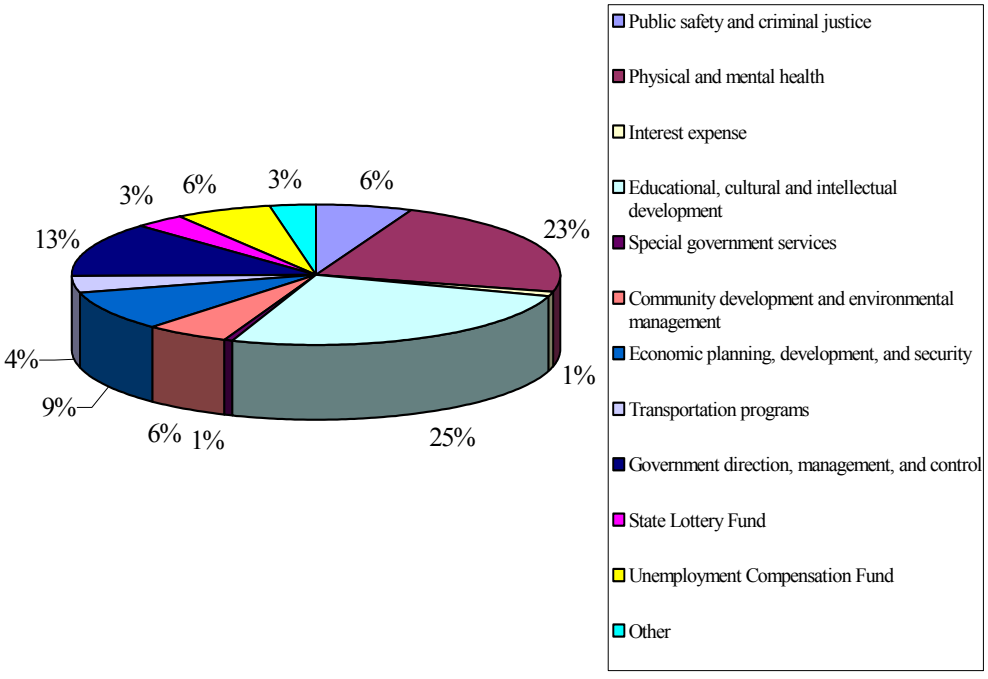
Governmental Activities – Revenues and Expenditures

The following pie charts depict governmental activities for revenues and expenditures for the fiscal year ended June 30, 2002:

Revenues – Governmental Activities
Fiscal Year Ended June 30, 2002



Expenditures – Governmental Activities
Fiscal Year Ended June 30, 2002



Effective January 1, 2002, the State's Corporation Business Tax has been restructured to wipe out a myriad of loopholes and tax shelters, restore simplicity, and provide a lower tax rate for small businesses. An alternative minimum assessment will be based on corporate sales or gross profits at the payor's option. The minimum assessment will also apply to out-of-state companies that have significant economic presence in New Jersey but currently pay no New Jersey corporate taxes. Loopholes in the Corporation Business Tax are now closed that allow larger corporations to shelter income and pay only the minimum $200 to the State. Other significant, structural tax changes include 70 cents per pack increase in the Cigarette Tax. In addition, the State has securitized part of its share in the Tobacco Settlement by issuing $1.8 billion in Tobacco Settlement Asset-Backed Bonds. The bond proceeds are to be used to fund State expenditures during Fiscal Years 2003 and 2004. There are no significant structural changes being made to the State's two other major taxes, the Gross Income Tax and the Sales and Use Tax.

Business-Type Activities

For the fiscal year ended June 30, 2002, net assets of business-type activities totaled $2.9 billion, a $617.9 million decrease over the prior fiscal year. The major factor contributing to this decrease was an increase in claims and a decrease in revenues in the Unemployment Compensation Fund and excess claims in the Health Benefits Local Employers Program Fund.

FINANCIAL ANALYSIS OF THE STATE'S MAJOR FUNDS

The focus of the State's major governmental funds reported in the fund financial statements is on near term inflows, outflows, and balance of expendable resources, which are essential elements in assessing the State's financing needs and serve as useful measures of the government's net resources available for future spending.

The State's governmental funds reported June 30, 2002 fund balances of $5.6 billion. Of this amount, $874.8 million, or 15.7 percent constituted unreserved fund balances.

General Fund

The General Fund is the State's chief operating fund and is the fund into which all State revenues, not otherwise restricted by statute, are deposited. The General Fund's fiscal year ending fund balance totaled $1.9 billion, of which, $1.2 billion represented unreserved fund balances. During Fiscal Year 2002 total fund balance was reduced by $1.6 billion primarily as a result of lower tax collections from a slowing New Jersey economy. By the end of Fiscal Year 2002, net General Fund revenues increased 6.7 percent from the prior fiscal year.

- **General Fund Highlights**

  Lower State revenues reflected New Jersey's economic performance. During Fiscal Year 2002, the State's original budget was adjusted in order to reflect lower revenue collections. The following summarizes major variances between the final budget and the actual amounts (on a budgetary basis):

  - General revenues of $21.3 billion were $1.8 billion lower than the final certifications. Positive variances of $1.1 billion from taxes and other revenue were offset by reductions in federal and other grants of $2.0 billion and service and assessments of $0.9 billion.

  - Total expenditures were $3.6 billion lower than original appropriations set forth in the budget enacted during June 2001 plus supplemental appropriations during the fiscal year. This amount includes $1.0 billion from physical and mental health, $600.8 million from government direction, management, and control, $589.6 million from economic planning, development, and security, and $525.9 million from community development and environmental management. Lesser reductions of $390.3 million came from public safety and criminal justice, and $360.9 million from educational, cultural, and intellectual development.

- The Surplus Revenue Fund is an account within the State's General Fund. It is used to account for excess revenues from prior fiscal years that is legislatively reserved for current year's appropriations in the event that anticipated revenues in the General Fund are estimated to be less than those certified by the Governor upon approval of the annual Appropriations Act. During Fiscal Year 2002, the State released $720.0 million to the General Fund in order to offset lower revenue collections.

Property Tax Relief Fund

The Property Tax Relief Fund accounts for revenues from the New Jersey Gross Income Tax. Appropriations from this fund must be used exclusively for the constitutional purpose of reducing or offsetting property taxes.

- **Property Tax Relief Fund Highlights**
  During Fiscal Year 2002, $8.5 billion of property tax relief expenditures were made. The Property Tax Relief Fund's Fiscal Year 2002 ending undesignated fund balance is zero.

The following table presents a comparison of the components of the ending undesignated fund balances for Fiscal Year 2002 and Fiscal Year 2001:

Fund Balance Comparison
2002 Versus 2001
(Expressed In Millions)

Fund	Fiscal Year 2002	Fiscal Year 2001	Amount
General Fund	$ 292.3	$ 388.7	$ (96.4)
Surplus Revenue Fund	-	720.0	(720.0)
Debt Avoidance and Retirement Fund	-	20.8	(20.8)
Property Tax Relief Fund	-	160.0	(160.0)
Casino Revenue Fund	-	-	-
Total	$ 292.3	$ 1,289.5	$ (997.2)

The State's governmental funds reported June 30, 2002 fund balances of $5.6 billion. Of this amount, $2.6 billion, or 46.1 percent constituted unreserved fund balances.

State Lottery Fund

Monies derived from the sale of State lottery tickets are deposited into this fund. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets and for the administrative expenses of the Division of State Lottery. The balance of funds is paid to the State's General Fund in support of the amounts annually appropriated for State institutions and for education. The present value of obligations for future installment payments of lottery prizes funded by the purchase of deposit fund contracts is accounted for in this fund.

In Fiscal Year 2002, gross revenues totaled $2.1 billion, of which 55.0 percent was returned in prizes, 36.3 percent went to State education and institutions, 7.6 percent was paid to sales agents and ticket vendors, and 1.1 percent covered Lottery operational and promotional expenses. As of June 30, 2002, the Lottery has generated over $30.4 billion in gross revenues, $15.4 billion in prizes, and contributed $12.4 billion to the State.

Unemployment Compensation Fund

The Unemployment Compensation Fund accounts for monies deposited from contributions of employers and employees for unemployment compensation, amounts credited or advances made by the

Federal Government, and amounts received from any other source. After consideration is given to any claim for refund of overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund.

Component Units

Combined operating revenues and expenses for the State's component units for Fiscal Year 2002 amounted to $8.1 billion and $6.7 billion respectively. Total operations along with other financing sources and uses contributed to total combined net assets at fiscal year end of $10.5 billion.

Appropriations of $2.0 billion were made from the State to the component units during Fiscal Year 2002.

CAPITAL ASSET AND DEBT ADMINISTRATION

Administration of the State's capital assets falls under the purview of the Department of the Treasury. Capital assets are recorded under the State's General Fixed Asset System in the New Jersey Office of Management and Budget. The New Jersey Office of Public Finance is responsible for issuing the State's short-term and long-term debt obligations as well as overseeing the State's credit ratings.

Capital Assets are shown in the table below. The State's investment in capital assets, net of accumulated depreciation, totaled $12.3 billion as of June 30, 2002. Depreciation charges for Fiscal Year 2002 totaled $395.8 million.

More detailed information about the State's capital assets is presented in Note 6 – Capital Assets, in the Notes to the Financial Statements.

Capital Assets (Net Of Depreciation)
June 30, 2002
(Expressed In Millions)

	Total Primary Government
Land	$ 530.1
Land Improvements	27.4
Buildings and Improvements	1,423.3
Equipment	93.1
Infrastructure	10,019.0
Sub-Total	$ 12,092.9
Construction-In-Progress	166.9
Total	$ 12,259.8

Fiscal Year 2003 Capital Plan

Exclusive of the State's school construction program, the State's Fiscal Year 2003 capital budget projects a spending authorization of $1.8 billion. Of this amount, the New Jersey Transportation Trust Fund Authority's authorization totals $1.1 billion, with $535.0 million reserved for Department of Transportation projects and $573.0 million reserved for New Jersey Transit projects. Other major projects that are to be funded include the State Police multipurpose building for its Troop "C" headquarters, and the State Police emergency operations center.

Debt Administration

As of June 30, 2002, New Jersey's long-term debt totaled $17.2 billion. This amount represents a $948.0 million increase over the prior fiscal year. The State's long-term debt is broken into several categories as follows:

- **General Obligation Bonds** The State is empowered by voters to authorize, issue, and incur debt subject to certain constitutional restrictions. General obligation bond acts are both legislatively and voter-approved and are backed by the State's full faith and credit.

- **Revenue Bonds** This debt classification represents bond issuances whose segment of debt service comes solely from legally restricted revenues. Revenue bonds include debt issued by the New Jersey Building Authority for the purpose of erecting office structures to support State operations and the New Jersey Transportation Trust Fund Authority for the purpose of constructing various transportation and transit-related projects.

- **Installment Obligations** This debt classification represents obligations whose debt service is subject to and dependent upon the State Legislature making future appropriations from time to time. Installment obligations include debt issued to help fund the State's school construction program, and fund colleges and universities for the installation of dormitory fire suppression equipment.

- **Certificates of Participation** Certificates of Participation are debt issuances used primarily to finance State equipment needs under the State's master lease program. Currently, the State uses a line of credit as its preferred financing method for equipment.

- **Capital Leases** Capital Leases represent long-term contractual obligations that the State has entered into for the purpose of utilizing office space for State operations and program usage.

- **Loans Payable** Loans Payable represent amounts received by the New Jersey Automobile Insurance Guaranty Fund, from the New Jersey Property-Liability Insurance Guaranty Association. The loans were made in an effort to depopulate the New Jersey Automobile Insurance Guaranty Fund and to help satisfy its unfunded liability.

More detailed information about the State's long-term obligations and its debt limitations is presented in Note 9 – Long-term Obligations in the Notes to the Financial Statements.

Short-term Debt

The State's short-term note program provides effective cash flow management of imbalances that occur in the timing of collections and disbursements of State revenues and expenditures during the fiscal year. The State Treasurer is authorized to issue short-term debt instruments without it constituting a general obligation of the State, or a debt, or a liability within the meaning of the State Constitution. All short-term notes must be retired within twelve months of their issuance date. During Fiscal Year 2002, the State issued and retired $1.3 billion in commercial paper and short-term notes.

More detailed information about the State's short-term debt program is presented in Note 8 – Short-term Debt, in the Notes to the Financial Statements.

Credit Ratings

Standard & Poor's Corporation, Moody's Investors Service, and Fitch Investors Service rate the State's debt. As of June 30, 2002, the State's short-term and long-term credit rating are as follows:

Rating Agency	Short-Term Rating	Long-Term Rating
Standard & Poor's Corporation	SP-1+	AA
Moody's Investors Service	MIG 1	Aa2
Fitch Investors Service	F1+	AA

ECONOMIC CONDITION AND OUTLOOK

Downturns in the United States economy as well as the effects of terrorist attacks on September 11, 2001 have had a negative effect on the State. During Fiscal Year 2002, the State's economic performance has left New Jersey government with declining revenues. The State has undertaken several budgetary initiatives geared to address the current economic climate. These initiatives include an early retirement program, and the planned utilization of the Surplus Revenue Fund.

In recognizing the current and future New Jersey economic climate, the State has initiated the restructuring of the Corporation Business Tax as well as the partial securitization of Tobacco Settlement receipts.

REQUEST FOR INFORMATION

This Comprehensive Annual Financial Report for the fiscal year ended June 30, 2002 is designed to provide a general overview of the State of New Jersey's finances to our citizens, taxpayers, customers, investors, and creditors and to demonstrate the State's accountability for the money it receives and the stewardship over its resources. Requests concerning any of the data presented in this Comprehensive Annual Financial Report for the fiscal year ended June 30, 2002 or for additional information should be addressed to the State of New Jersey, Office of Management and Budget, P.O. Box 221, 33 West State Street, 6th Floor, Trenton, New Jersey, 08625. Copies of this Comprehensive Annual Financial Report for the fiscal year ended June 30, 2002, the State Budget, and the Appropriations Handbook are also available at the following website: www.state.nj.us/treasury/omb/publications.htm.

STATE OF NEW JERSEY
STATEMENT OF NET ASSETS
JUNE 30, 2002

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Units
ASSETS				
Current Assets				
Cash and cash equivalents	$ 95,700,922	$ 4,671,909	$ 100,372,831	$ 463,951,006
Investments	3,473,142,537	377,996,102	3,851,138,639	7,918,377,200
Receivables, net of allowances for uncollectibles				
Federal government	932,401,442	2,959,964,966	3,892,366,408	99,663,857
Departmental accounts	2,558,752,186	227,281,987	2,786,034,173	--
Loans	889,071,761	--	889,071,761	954,251,117
Mortgages	--	--	--	97,924,518
Other	672,140,713	119,515,422	791,656,135	1,778,980,530
Internal balances	14,210,853	(14,210,853)	--	--
Due from external parties	16,532,629	--	16,532,629	31,972,572
Due from primary government	--	--	--	163,362,884
Inventories	--	--	--	78,215,674
Other	41,982,228	12,412,233	54,394,461	2,208,882,760
Noncurrent Assets				
Investments	--	944,904,513	944,904,513	--
Capital assets, net	12,259,772,784	--	12,259,772,784	13,564,998,176
Total Assets	20,953,708,055	4,632,536,279	25,586,244,334	27,360,580,294
LIABILITIES				
Current Liabilities				
Accounts payable and accrued expenses	2,026,678,409	552,938,974	2,579,617,383	855,777,273
Due to external parties	19,674,170	--	19,674,170	37,737,227
Due to primary government	--	--	--	4,665,506
Interest payable	182,133,935	--	182,133,935	166,531,401
Deferred revenue	884,637,301	21,217	884,658,518	153,473,501
Other	693,135,215	53,198,232	746,333,447	318,109,700
Noncurrent Liabilities:				
Due within one year	1,141,558,415	165,708,704	1,307,267,119	770,369,190
Due in more than one year	16,042,887,221	945,776,602	16,988,663,823	14,521,290,959
Total Liabilities	20,990,704,666	1,717,643,729	22,708,348,395	16,827,954,757
NET ASSETS				
Invested in capital assets, net of related debt	4,781,838,571	--	4,781,838,571	6,646,487,139
Restricted for:				
Capital projects	--	--	--	124,968,011
Community development and environmental management	1,216,406,131	--	1,216,406,131	--
Debt service	--	--	--	571,352,605
Economic planning, development, and security	1,119,826,196	--	1,119,826,196	--
Transportation programs	577,790,915	--	577,790,915	--
Unemployment	--	2,940,258,435	2,940,258,435	--
Other	539,429,327	34,334,131	573,763,458	1,137,359,951
Unrestricted	(8,272,287,751)	(59,700,016)	(8,331,987,767)	2,052,457,831
Total Net Assets	$ (36,996,611)	$ 2,914,892,550	$ 2,877,895,939	$ 10,532,625,537

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Functions - Programs				
Primary Government:				
Governmental activities:				
Public safety and criminal justice	$ 2,484,999,774	$ 1,004,455,779	$ 316,908,728	$ 2,184,570
Physical and mental health	8,952,410,734	599,747,311	1,800,031,529	--
Educational, cultural, and intellectual development	10,117,786,305	85,898,797	698,236,252	324,417
Community development and environmental management	2,207,556,480	208,038,509	426,880,012	12,481,632
Economic planning, development, and security	3,577,105,235	522,316,860	342,039,316	--
Transportation programs	1,541,608,811	6,498,736	723,906,702	7,683,913
Government direction, management, and control	4,954,874,113	551,470,175	4,922,813,026	--
Special government services	227,157,998	73,884,463	2,198,656	1,060,678
Interest expense	427,084,150	--	--	--
Total governmental activities	34,490,583,600	3,052,310,630	9,233,014,221	23,735,210
Business-type activities:				
State Lottery Fund	1,304,707,746	2,098,253,341	3,200,150	--
Unemployment Compenstation Fund	2,497,068,657	823,652,941	842,202,863	--
Other	1,217,566,845	1,110,179,159	2,484,915	--
Total business-type activities	5,019,343,248	4,032,085,441	847,887,928	--
Total primary government	$ 39,509,926,848	$ 7,084,396,071	$ 10,080,902,149	$ 23,735,210
Component units:				
Authorities	2,932,050,880	1,653,919,095	824,354,074	830,072,028
Colleges and Universities	3,756,033,040	1,809,910,270	850,945,972	126,073,677
Total Component units	$ 6,688,083,920	$ 3,463,829,365	$ 1,675,300,046	$ 956,145,705
General Revenues:				
Taxes:				
Gross Income Tax				
Sales and Use Tax				
Corporate Business Tax				
Other taxes				
Investment earnings				
Payments from State				
Governmental subsidies and grants				
Miscellaneous				
Transfers				
Total general revenue and transfers				
Change in Net Assets				
Net assets - July 1, 2001 (Restated)				
Net assets - June 20, 2002				

The accompanying notes are an integral part of the financial statements.

---------- Net (expense) Revenue and Changes in Net Assets ----------

Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
$ (1,161,450,697)	$ --	$ (1,161,450,697)	$ --
(6,552,631,894)	--	(6,552,631,894)	--
(9,333,326,839)	--	(9,333,326,839)	--
(1,560,156,327)	--	(1,560,156,327)	--
(2,712,749,059)	--	(2,712,749,059)	--
(803,519,460)	--	(803,519,460)	--
519,409,088	--	519,409,088	--
(150,014,201)	--	(150,014,201)	--
(427,084,150)	--	(427,084,150)	--
(22,181,523,539)	--	(22,181,523,539)	--
--	796,745,745	796,745,745	--
--	(831,212,853)	(831,212,853)	--
--	(104,902,771)	(104,902,771)	--
--	(139,369,879)	(139,369,879)	--
(22,181,523,539)	(139,369,879)	(22,320,893,418)	--
--	--	--	376,294,317
--	--	--	(969,103,121)
--	--	--	(592,808,804)
6,665,784,402	--	6,665,784,402	--
6,028,095,034	--	6,028,095,034	--
1,203,845,334	--	1,203,845,334	--
4,152,043,876	--	4,152,043,876	--
42,777,077	--	42,777,077	--
--	--	--	2,023,642,346
--	246,766,801	246,766,801	--
1,565,226,550	--	1,565,226,550	--
725,280,740	(725,280,740)	--	--
20,383,053,013	(478,513,939)	19,904,539,074	2,023,642,346
(1,798,470,526)	(617,883,818)	(2,416,354,344)	1,430,833,542
1,761,473,915	3,532,776,368	5,294,250,283	9,101,791,995
$ (36,996,611)	$ 2,914,892,550	$ 2,877,895,939	$ 10,532,625,537

STATE OF NEW JERSEY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2002

	General Fund	Property Tax Relief Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	$ 77,166,944	$ --	$ 18,533,978	$ 95,700,922
Investments	584,550,972	--	2,888,591,565	3,473,142,537
Receivables, net of allowances for uncollectibles				
Federal government	735,812,618	--	93,163,488	828,976,106
Departmental accounts	1,370,961,440	407,640,408	780,150,338	2,558,752,186
Loans	14,577,663	--	874,494,098	889,071,761
Other	211,428,607	--	41,161,135	252,589,742
Due from other funds	681,050,532	9,792,087	300,131,542	990,974,161
Other				
Deferred charges	2,940,000	--	--	2,940,000
Other	21,783,514	--	9,138,012	30,921,526
Total Assets	$ 3,700,272,290	$ 417,432,495	$ 5,005,364,156	$ 9,123,068,941
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable and accrued expenses	$ 1,387,691,370	$ 34,268,025	$ 604,719,014	$ 2,026,678,409
Deferred revenue	224,694,055	--	17,349,410	242,043,465
Due to other funds	99,648,765	166,167,610	714,088,475	979,904,850
Other	59,537,109	209,700,213	11,897,893	281,135,215
Interest payable	--	--	13,049,487	13,049,487
Total Liabilities	1,771,571,299	410,135,848	1,361,104,279	3,542,811,426
Fund Balances				
Reserved for:				
Encumbrances	584,572,772	7,296,647	739,006,298	1,330,875,717
Other	103,790,054	--	1,571,140,447	1,674,930,501
Unreserved:				
General Fund	1,240,338,165	--	--	1,240,338,165
Special Revenue Funds	--	--	1,534,553,435	1,534,553,435
Debt Service Fund	--	--	25,180,399	25,180,399
Capital Projects Funds	--	--	(225,620,702)	(225,620,702)
Total Fund Balances	1,928,700,991	7,296,647	3,644,259,877	5,580,257,515
Total Liabilities and Fund Balances	$ 3,700,272,290	$ 417,432,495	$ 5,005,364,156	$ 9,123,068,941

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2002

Total fund balances-governmental funds		$ 5,580,257,515
Amounts reported for governmental activities in the statement of net assets are different as a result of the following items:		
The State has receivables which are not current resources and therefore are not reported in the fund perspective.		522,976,307
In the government-wide statements deferred issuance costs are capitalized and amortized over a period of years, but are reported as expenditures in the fund perspective.		8,120,703
Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund perspective. These assets consist of:		
Infrastructure assets	$ 14,046,375,615	
Land and land improvements	609,833,522	
Other capital assets	2,947,341,065	
Accumulated depreciation	(5,343,777,418)	12,259,772,784
In the government-wide statements certain revenues are deferred based on the period in which they are earned, but are reported as revenue in the fund perspective.		(642,593,836)
Some liabilities are not due and payable in the current period and therefore are not reported in the fund perspective. Those liabilities consist of:		
Current Liabilities:		
Refunds due to taxpayers	$ (412,000,000)	
Accrued interest	(169,084,448)	(581,084,448)
Noncurrent Liabilities:		
Bonds and notes payable	(8,971,673,176)	
Installment obligations	(5,316,435,310)	
Loans payable	(1,279,358,087)	
Capital leases	(548,280,047)	
Compensated absences	(477,003,216)	
Unamortized deferral on refunding bonds	104,984,599	
Unamortized premium	(193,960,649)	
Other noncurrent liabilities	(502,719,750)	(17,184,445,636)
Net assets of governmental activities		$ (36,996,611)

STATE OF NEW JERSEY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	General Fund	Property Tax Relief Fund	Non-Major Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	$ 9,615,364,634	$ 6,836,992,402	$ 1,743,949,244	$ 18,196,306,280
Federal and other grants	6,864,935,878	--	793,547,219	7,658,483,097
Licenses and fees	778,060,921	--	96,999,869	875,060,790
Services and assessments	1,286,395,369	--	419,105,209	1,705,500,578
Investment earnings	13,811,240	--	87,267,579	101,078,819
Contributions	231,238,095	--	110,322	231,348,417
Other	3,149,451,463	--	411,201,981	3,560,653,444
Total Revenues	21,939,257,600	6,836,992,402	3,552,181,423	32,328,431,425
EXPENDITURES				
Current:				
Public safety and criminal justice	2,459,593,193	--	87,615,156	2,547,208,349
Physical and mental health	8,458,213,719	--	405,352,300	8,863,566,019
Educational, cultural, and intellectual development	3,980,212,984	6,232,280,764	37,399,486	10,249,893,234
Community development and environmental management	947,822,637	946,298,817	366,421,881	2,260,543,335
Economic planning, development, and security	2,826,119,681	--	798,119,278	3,624,238,959
Transportation programs	392,590,253	--	1,859,795,875	2,252,386,128
Government direction, management, and control	3,658,003,389	1,317,360,739	223,609,100	5,198,973,228
Special government services	230,226,473	--	425,765	230,652,238
Capital Outlay	1,122,317,050	--	--	1,122,317,050
Debt Service:				
Principal	--	--	399,414,047	399,414,047
Interest	--	--	439,159,398	439,159,398
Total Expenditures	24,075,099,379	8,495,940,320	4,617,312,286	37,188,351,985
Excess (deficiency) of revenues over expenditures	(2,135,841,779)	(1,658,947,918)	(1,065,130,863)	(4,859,920,560)
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of bonds	--	--	1,014,615,383	1,014,615,383
Transfers from (to) other funds	(547,234,081)	1,484,681,492	(212,102,245)	725,345,166
Other	1,122,317,050	--	--	1,122,317,050
Total other financing sources (uses)	575,082,969	1,484,681,492	802,513,138	2,862,277,599
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1,560,758,810)	(174,266,426)	(262,617,725)	(1,997,642,961)
Fund balances - July 1, 2001 (Restated)	3,489,459,801	181,563,073	3,906,877,602	7,577,900,476
Fund balances - June 30, 2002	$ 1,928,700,991	$ 7,296,647	$ 3,644,259,877	$ 5,580,257,515

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
RECONCILIATION OF THE CHANGE IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
JUNE 30, 2002

Net change in fund balance - total governmental funds		$ (1,997,642,961)
Amounts reported for governmental activities in the statement of activities are different as a result of the following items:		
Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their useful lives as depreciation expense. In the current period, these amounts are:		
Capital outlay	$ 1,564,243,650	
Depreciation expense	(395,779,596)	
Excess of capital outlay over depreciation expense		1,168,464,054
Bond proceeds provide current financial resources to governmental funds. However, issuing debt increases long-term liabilities in the statement of net assets. In the current period, proceeds were received from revenue bonds.		(1,015,000,000)
Some capital additions were financed through capital leases, certificates of participation and installment obligations. In governmental funds these arrangements are considered a source of financing, but in the statement of net assets, these arrangements are reported as a liability.		(566,137,050)
Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. In the current year these amounts consist of:		
Bond principal retirement	522,148,129	
Capital lease payments	47,423,428	
Installment obligation retirement	236,784,838	
Certificates of participation retirement	43,516,155	
Total long-term debt repayment		849,872,550
Because some revenues will not be collected for several months after the State's fiscal year ends, they are not considered "available" revenues and are not accrued in the governmental funds. The Fiscal Year 2002 receivable balances declined by this amount.		(62,271,873)
In the government-wide statements certain revenues are deferred based on the period in which they are earned, but are reported as revenue in the fund perspective. The Fiscal Year 2002 deferred revenue balance increased by this amount.		(21,320,424)
Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures or reductions of revenue in governmental funds. These activities consist of:		
Net decrease in accrued interest	12,075,248	
Increase in compensated absences and other	(108,992,070)	
Increase in revenue refunds payable	(57,518,000)	
Total additional expenditures and revenue reductions		(154,434,822)
Change in net assets of governmental activities		$ (1,798,470,526)

STATE OF NEW JERSEY
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2002

	State Lottery Fund	Unemployment Compensation Fund	Total Non-Major Proprietary Funds	Total Proprietary Funds
ASSETS				
Current Assets				
Cash and cash equivalents	$ 513,498	$ 30,566	$ 4,127,845	$ 4,671,909
Investments	264,993,171	53,047,591	59,955,340	377,996,102
Receivables, net of allowances for uncollectibles				
Federal government	--	2,959,964,966	--	2,959,964,966
Departmental accounts	--	227,281,987	--	227,281,987
Other	19,519,003	22,894,469	77,101,950	119,515,422
Due from other funds	--	45,957,959	2,461,253	48,419,212
Other	12,412,233	--	--	12,412,233
Noncurrent Assets				
Investments	944,904,513	--	--	944,904,513
Total Assets	1,242,342,418	3,309,177,538	143,646,388	4,695,166,344
LIABILITIES				
Current Liabilities				
Accounts payable	74,636,186	280,629,458	197,673,330	552,938,974
Deferred revenue	--	--	21,217	21,217
Due to other funds	27,091,643	35,091,413	447,009	62,630,065
Other	--	53,198,232	--	53,198,232
Noncurrent Liabilities				
Due within one year	165,708,704	--	--	165,708,704
Due in more than one year	945,776,602	--	--	945,776,602
Total Liabilities	1,213,213,135	368,919,103	198,141,556	1,780,273,794
NET ASSETS				
Restricted for:				
Unemployment compensation	--	2,940,258,435	--	2,940,258,435
Other purposes	29,129,283	--	5,204,848	34,334,131
Unrestricted	--	--	(59,700,016)	(59,700,016)
Total Net Assets	$ 29,129,283	$ 2,940,258,435	$ (54,495,168)	$ 2,914,892,550

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	State Lottery Fund	Unemployment Compensation Fund	Non-Major Proprietary Funds	Total Proprietary Funds
OPERATING REVENUES				
Sales and charges for services	$ 2,068,506,868	$ --	$ --	$ 2,068,506,868
Assessments	--	1,069,775,456	--	1,069,775,456
Contributions	--	--	1,092,263,726	1,092,263,726
From federal agencies	--	398,053,061	--	398,053,061
Other	29,746,473	644,286	17,915,433	48,306,192
Total Operating Revenues	2,098,253,341	1,468,472,803	1,110,179,159	4,676,905,303
OPERATING EXPENSES				
Unemployment compensation	--	2,493,118,166	--	2,493,118,166
Benefit payments	--	--	1,217,566,845	1,217,566,845
Lottery prize awards	1,144,736,660	--	--	1,144,736,660
Other	159,971,086	--	--	159,971,086
Total Operating Expenses	1,304,707,746	2,493,118,166	1,217,566,845	5,015,392,757
Operating Income (Loss)	793,545,595	(1,024,645,363)	(107,387,686)	(338,487,454)
NONOPERATING REVENUES (EXPENSES)				
Investment income	3,200,150	197,383,001	2,484,915	203,068,066
Governmental subsidies and grants	--	246,766,801	--	246,766,801
Miscellaneous revenue (expense)	--	(3,950,491)	--	(3,950,491)
Total nonoperating revenue (expenses)	3,200,150	440,199,311	2,484,915	445,884,376
Income (loss) before transfers	796,745,745	(584,446,052)	(104,902,771)	107,396,922
Transfers in (out)	(776,091,643)	--	50,810,903	(725,280,740)
Change in net assets	20,654,102	(584,446,052)	(54,091,868)	(617,883,818)
Total Net Assets - July 1, 2001 (Restated)	8,475,181	3,524,704,487	(403,300)	3,532,776,368
Total Net Assets - June 30, 2002	$ 29,129,283	$ 2,940,258,435	$ (54,495,168)	$ 2,914,892,550

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	State Lottery Fund	Unemployment Compensation Fund
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts received from customers	$ 1,155,641,151	$ --
Receipts from federal and local agencies	--	322,883,412
Receipts from assessments	--	1,465,666,752
Payments to suppliers	(48,036,558)	--
Payments to prize winners	(452,933,976)	--
Claims paid	--	(2,228,718,909)
Other receipts (payments)	144,510,367	--
Receipts from contributions	--	--
Net cash provided (used) by operating activities	799,180,984	(440,168,745)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Operating subsidies and transfers to other funds	(831,516,487)	242,816,310
Net cash provided (used) by noncapital financing activities	(831,516,487)	242,816,310
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	1,118,893,000	--
Interest and dividends	--	197,383,001
Purchase of investments	(1,087,455,000)	--
Other	--	--
Net cash provided (used) by investing activities	31,438,000	197,383,001
Net increase (decrease) in cash and cash equivalents	(897,503)	30,566
Cash and cash equivalents - July 1, 2001 (Restated)	1,411,001	--
Cash and cash equivalents - June 30, 2002	$ 513,498	$ 30,566
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	$ 793,545,595	$ (1,024,645,363)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Net changes in assets and liabilities:		
Other assets	54,751,060	457,433,453
Current liabilities	(562,053)	--
Prize awards payable	(48,934,023)	--
Other liabilities	380,405	127,043,165
Net cash provided (used) by operating activities	$ 799,180,984	$ (440,168,745)

The accompanying notes are an integral part of the financial statements.

Non-Major Proprietary Funds	Total Proprietary Funds
$ --	$ 1,155,641,151
--	322,883,412
--	1,465,666,752
--	(48,036,558)
--	(452,933,976)
(1,202,128,130)	(3,430,847,039)
(5,427,110)	139,083,257
1,091,154,502	1,091,154,502
(116,400,738)	242,611,501
50,810,903	(537,889,274)
50,810,903	(537,889,274)
--	1,118,893,000
2,390,174	199,773,175
65,472,040	(1,021,982,960)
94,741	94,741
67,956,955	296,777,956
2,367,120	1,500,183
1,760,725	3,171,726
$ 4,127,845	$ 4,671,909
$ (107,387,686)	$ (338,487,454)
(19,024,657)	493,159,856
10,011,605	9,449,552
--	(48,934,023)
--	127,423,570
$ (116,400,738)	$ 242,611,501

STATE OF NEW JERSEY
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2002

	Agency Funds	Investment Trust Fund
ASSETS		
Cash and cash equivalents	$ 3,782,649	$ 1,334,149,964
Investments	94,901,592	3,514,425,841
Receivables, net of allowances for uncollectibles		
Members	--	--
Employers	--	--
Other	5,876,285	17,883,594
Due from other funds	9,962,833	--
Total Assets	114,523,359	4,866,459,399
LIABILITIES		
Accounts payable	108,184,673	18
Benefits payable	--	--
Due to other funds	6,338,686	1,511,081
Total Liabilities	114,523,359	1,511,099
NET ASSETS		
Held in Trust for Pension Benefits and Other Purposes	$ --	$ 4,864,948,300

The accompanying notes are an integral part of the financial statements.

Pension and Other Employee Benefits Trust Funds	Private Purpose Trust Funds	Total Fiduciary Funds
$ 344,606	$ 46,478	$ 1,338,323,697
64,796,684,286	7,730,677	68,413,742,396
1,254,806,439	--	1,254,806,439
940,510,702	--	940,510,702
519,597,377	--	543,357,256
15,486,205	--	25,449,038
67,527,429,615	7,777,155	72,516,189,528
70,282,241	1,213,289	179,680,221
322,367,469	--	322,367,469
13,109,906	1,347,824	22,307,497
405,759,616	2,561,113	524,355,187
$ 67,121,669,999	$ 5,216,042	$ 71,991,834,341

STATE OF NEW JERSEY
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Investment Trust Fund	Pension and Other Employee Benefit Trust Funds
ADDITIONS		
Contributions:		
Members	$ --	$ 1,057,608,080
Employers	--	295,410,822
Other	14,408,499,508	13,582,036
Total Contributions	14,408,499,508	1,366,600,938
Investment Income:		
Net increase (decrease) in fair value of investments	--	(8,158,872,935)
Interest and dividends	148,067,067	2,207,120,310
Total Investment Income	148,067,067	(5,951,752,625)
Less investment expense	--	9,826,076
Net Investment Income	148,067,067	(5,961,578,701)
Miscellaneous	--	--
Total Additions	14,556,566,575	(4,594,977,763)
DEDUCTIONS		
Benefit payments	--	4,183,973,500
Refunds of contributions	--	117,479,435
Refunds and transfers to other systems	--	--
Administrative expense	--	34,602,649
Payments in accordance with trust agreements	--	--
Distributions to shareholders	14,266,533,734	--
Total Deductions	14,266,533,734	4,336,055,584
Total Changes in Net Assets Held In Trust	290,032,841	(8,931,033,347)
Net Assets - July 1, 2001 (Restated)	4,574,915,459	76,052,703,346
Net Assets - June 30, 2002	$ 4,864,948,300	$ 67,121,669,999

The accompanying notes are an integral part of the financial statements.

Private Purpose Trust Funds	Total Fiduciary Funds
$ --	$ 1,057,608,080
--	295,410,822
--	14,422,081,544
--	15,775,100,446
--	(8,158,872,935)
199,991	2,355,387,368
199,991	(5,803,485,567)
--	9,826,076
199,991	(5,813,311,643)
242,967	242,967
442,958	9,962,031,770
--	4,183,973,500
--	117,479,435
64,426	64,426
--	34,602,649
72,499	72,499
--	14,266,533,734
136,925	18,602,726,243
306,033	(8,640,694,473)
4,910,009	80,632,528,814
$ 5,216,042	$ 71,991,834,341

STATE OF NEW JERSEY
STATEMENT OF NET ASSETS
COMPONENT UNITS
JUNE 30, 2002

	New Jersey Transit Corporation	New Jersey Turnpike Authority	Rutgers, The State University of New Jersey
ASSETS			
Current Assets			
Cash and cash equivalents	$ 173,570,997	$ 36,884,649	$ 31,601,000
Investments	2,330,677,442	1,297,689,079	631,406,000
Receivables, net of allowances for uncollectibles			
Federal government	59,076,112	--	--
Loans	--	--	8,121,000
Mortgages	--	--	--
Other	--	8,831,837	107,392,000
Due from external parties	--	--	--
Due from primary government	80,018,293	129,182	--
Inventories	69,364,421	--	4,015,000
Other	88,377,845	967,941,452	154,850,000
Noncurrent Assets			
Fixed assets, net	5,758,661,103	1,622,379,532	1,396,470,000
Total Assets	8,559,746,213	3,933,855,731	2,333,855,000
LIABILITIES			
Current liabilities			
Accounts payable and accrued expenses	300,819,828	7,895,028	74,361,000
Due to external parties	--	9,460,249	--
Due to primary government	--	3,702,582	--
Interest payable	--	80,542,481	--
Deferred revenue	--	--	32,325,000
Other	41,777,442	31,088,667	2,122,000
Noncurrent			
Due within one year	263,528,272	84,226,617	49,192,000
Due in more than one year	3,955,580,032	3,390,155,337	488,548,000
Total Liabilities	4,561,705,574	3,607,070,961	646,548,000
NET ASSETS			
Invested in capital assets, net of related debt	4,079,109,397	--	955,648,000
Restricted for:			
Capital projects	--	--	29,480,000
Debt service	--	96,932,600	5,243,000
Other purposes	13,009,578	--	427,642,000
Unrestricted	(94,078,336)	229,852,170	269,294,000
Total Net Assets	$ 3,998,040,639	$ 326,784,770	$ 1,687,307,000

The accompanying notes are an integral part of the financial statements.

University of Medicine and Dentistry of New Jersey	Non-Major Authorities	Non-Major Colleges and Universities	Total Component Units
$ --	$ 190,995,280	$ 30,899,080	$ 463,951,006
467,091,000	2,901,803,012	289,710,667	7,918,377,200
11,451,000	11,158,183	17,978,562	99,663,857
27,430,000	905,802,025	12,898,092	954,251,117
--	97,924,518	--	97,924,518
162,512,000	1,460,715,249	39,529,444	1,778,980,530
--	31,972,572	--	31,972,572
47,955,000	22,929,899	12,330,510	163,362,884
2,282,000	1,613,463	940,790	78,215,674
366,309,000	146,025,781	485,378,682	2,208,882,760
699,558,000	2,646,845,376	1,441,084,165	13,564,998,176
1,784,588,000	8,417,785,358	2,330,749,992	27,360,580,294
187,511,000	184,443,937	100,746,480	855,777,273
--	26,560,638	1,716,340	37,737,227
--	522,870	440,054	4,665,506
1,306,000	75,634,022	9,048,898	166,531,401
34,512,000	39,139,265	47,497,236	153,473,501
76,615,000	165,336,744	1,169,847	318,109,700
49,816,000	273,150,326	50,455,975	770,369,190
625,505,000	4,992,976,913	1,068,525,677	14,521,290,959
975,265,000	5,757,764,715	1,279,600,507	16,827,954,757
403,063,000	523,678,030	684,988,712	6,646,487,139
50,469,000	24,638,671	20,380,340	124,968,011
39,676,000	364,419,115	65,081,890	571,352,605
211,124,000	421,649,694	63,934,679	1,137,359,951
104,991,000	1,325,635,133	216,763,864	2,052,457,831
$ 809,323,000	$ 2,660,020,643	$ 1,051,149,485	$ 10,532,625,537

STATE OF NEW JERSEY
STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Expenses	Charges for Services
Programs		
New Jersey Transit Corporation	$ 1,367,746,957	$ 542,886,307
New Jersey Turnpike Authority	569,269,385	433,868,929
Rutgers, The State University of New Jersey	1,205,652,000	427,835,000
University of Medicine and Dentistry of New Jersey	1,402,351,000	897,277,000
Non-major component units	2,143,064,578	1,161,962,129
Total Component Units	$ 6,688,083,920	$ 3,463,829,365
General Revenue		
Payments from state - major		
Payments from state - non-major		
Total General Revenue		
Change in Net Assets		
Net Assets - Beginning of Year (Restated)		
Net Assets - End of Year		

The accompanying notes are an integral part of the financial statements.

---------- Net (expense) Revenue and Changes in Net Assets ----------

Program Revenues

Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenue
$ 371,011,175	$ 556,650,589	$ 102,801,114
106,990,193	--	(28,410,263)
372,334,000	73,104,000	(332,379,000)
249,942,000	28,624,000	(226,508,000)
575,022,678	297,767,116	(108,312,655)
$ 1,675,300,046	$ 956,145,705	(592,808,804)
		944,674,045
		1,078,968,301
		2,023,642,346
		1,430,833,542
		9,101,791,995
		$ 10,532,625,537

STATE OF NEW JERSEY
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Notes to the Financial Statements

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). In 1999 the GASB issued Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments, and Statement No. 35, Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities. These Statements establish new financial reporting requirements for state and local governments and public colleges and universities throughout the United States. They require new information and restructure much of the information that governments have presented in the past. The State has implemented these standards for the fiscal year ending June 30, 2002.

Other GASB Statements are required to be implemented in conjunction with GASB Statements No. 34 and No. 35. Therefore, the State has implemented, in the current fiscal year, Statement No. 37 – Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus, and Statement No. 38 – Certain Financial Statement Note Disclosures.

The financial statements have been prepared primarily from accounts and records maintained by the State Comptroller. The financial data for the various public benefit corporations, authorities, commissions, colleges and universities has been derived from reports prepared by those organizations based on their independent accounting systems.

B. Financial Reporting Entity

For financial reporting purposes the State of New Jersey includes all fund types, departments, and agencies of the State, as well as boards, commissions, authorities, colleges and universities, for which the State is financially accountable. The following circumstances set forth the State's financial accountability for a legally separate organization:

1. The State is financially accountable if it appoints a voting majority of the organization's governing body and (a) it is able to impose its will on that organization or (b) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the State.

2. The State may be financially accountable if an organization is fiscally dependent on the State regardless of whether the organization has (a) a separately elected governing board or (b) a jointly appointed board.

Entities for which the State is financially accountable such as boards, commissions, authorities, colleges and universities are considered component units. These component units are included in the State's reporting entity because of the significance of their operational or financial relationships with the State. Component units are either discretely presented or blended. Discrete presentation entails reporting component unit financial data in columns separate from the financial data of the primary government (the State). Blending requires the component unit's balances and transactions to be reported in a manner similar to the balances and transactions of the State.

The following organizations comprise the State's component units. The New Jersey Building Authority and the New Jersey Transportation Trust Fund Authority are blended component units since they provide services entirely, or almost entirely to the State. Additional pertinent information related to them is disclosed in the notes of the primary government. All other component units have been discretely presented. Descriptions of the discretely presented component units and addresses from which complete financial statements of the respective component units can be obtained is detailed in Note 16.

AUTHORITIES

Casino Reinvestment Development Authority
Higher Education Student Assistance Authority
New Jersey Building Authority
New Jersey Commerce and Economic Growth Commission
New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises
New Jersey Economic Development Authority
New Jersey Educational Facilities Authority
New Jersey Environmental Infrastructure Trust
New Jersey Health Care Facilities Financing Authority
New Jersey Highway Authority
New Jersey Housing and Mortgage Finance Agency
New Jersey Meadowlands Development Commission (formerly Hackensack Meadowlands Development Commission)
New Jersey Redevelopment Authority
New Jersey Sports and Exposition Authority
New Jersey Transit Corporation
New Jersey Transportation Trust Fund Authority
New Jersey Turnpike Authority
New Jersey Water Supply Authority
South Jersey Port Corporation
South Jersey Transportation Authority

COLLEGES AND UNIVERSITIES

The College of New Jersey
Thomas Edison State College
Kean University
Montclair State University
New Jersey City University
New Jersey Institute of Technology
The William Paterson University of New Jersey
Ramapo College of New Jersey
Rowan University
Rutgers, The State University of New Jersey
The Richard Stockton College of New Jersey
University of Medicine and Dentistry of New Jersey

C. Government-wide and Fund Financial Statements

The government-wide financial statements (the statement of net assets and the statement of activities) report information of all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these government-wide statements. Governmental activities, which normally are supported by taxes and intragovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable.

The statement of net assets measures not just current assets and liabilities, but also long-term assets and liabilities such as capital assets (including infrastructure assets) and general long-term debt. The difference between the State's assets and its liabilities is its net assets. Net assets are displayed in three components - invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are restricted when constraints placed on them are either externally imposed or are imposed by constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, generally it is the State's policy to use restricted resources first, then unrestricted resources as they are needed.

The statement of activities is presented in a format that reports the net (expense) revenue of the State's individual functions. The net (expense) revenue format reports the relative financial burden of each of the State's functions on its taxpayers. This format identifies the extent to which each function of the government draws from the general revenues of the State or is self-financed through licenses, fees, permits, and other revenues.

Program revenues originate from the program or from parties other than the government's taxpayers or citizens as a whole and reduce the expenses of the function to be financed by general revenues. Categories of program revenues that are separately reported in the statement are charges for services, program specific operating grants and contributions, and program specific capital grants and contributions. Charges for services are revenues from exchange or exchange-like transactions with external parties that purchase, use, or directly benefit from the program's goods, services, or privileges. These revenues include fees charged for specific services, licenses and permits, and operating special assessments, as well as payments from exchange transactions with other governments. Program specific operating and capital grants and contributions are revenues from mandatory and voluntary nonexchange transactions with external parties that are restricted for use in a particular program. All other revenues are general revenues, including all taxes, even if levied for a specific purpose. A special item is a significant transaction or other event within the control of management that is either (1) unusual in nature, or (2) infrequent in occurrence. An extraordinary item is a transaction or other event that is both (1) unusual in nature and (2) infrequent in occurrence.

In the statement of activities, all expenses are reported by function except those that are special or extraordinary items. Each function reports direct expenses – those specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Some functions, such as government direction, management and control, include expenses that are indirect expenses of other functions. The State does not allocate indirect expenses to the other functions.

Separate financial statements are provided for governmental funds, proprietary funds, fiduciary funds, and component units. However, the fiduciary funds are not included in the government-wide statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

D. Measurement Focus and Basis of Accounting

Government-wide Financial Statements – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. The government-wide financial statements report all financial and capital assets (including infrastructure assets), short and long-term liabilities, revenues, expenses, gains, and losses using the economic resources measurement focus and the accrual basis of accounting. Activity and balances resulting from exchange and exchange-like transactions are recognized when the exchange takes place; those resulting from nonexchange transactions are recognized based on the provisions of GASB Statement No. 33.

Governmental Fund Financial Statements – The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the current financial resources measurement focus, only current assets and liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets.

In accordance with the modified accrual basis, revenues are recognized when they become susceptible to accrual; that is, when they become both measurable and available to finance expenditures of the fiscal period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. These revenues which are considered to be susceptible to accrual include amounts received during the twelve month period subsequent to June 30 that were earned as of June 30. Those revenues which are considered to be susceptible to accrual include sales tax, individual income taxes, corporate income taxes, and federal grants. Licenses, fees, permits and other sources are recognized when received since they normally are measurable only at that time. Revenue refunds payable are recorded as other liabilities. Unapplied overpayments of Corporation Business Tax are recorded when a final determination is made as to the ultimate disposition of the overpayments.

Expenditures are recognized when the related fund liabilities are incurred. Expenditures for compensated absences, claims, and judgments are recorded to the extent they would normally be liquidated with available financial resources.

Disbursements for prepaid expenses, inventory items, and fixed assets are recorded when expenditures are incurred. Expenditures for principal and interest on general obligation long-term debt are recognized when due.

Proprietary Funds, Fiduciary Funds, and Component Units Financial Statements - The financial statements of the proprietary funds, fiduciary funds, and component units are reported using the economic resources measurement focus and the accrual basis of accounting, similar to the government-wide statements previously described.

Each proprietary fund has the option under Governmental Accounting Standards Board (GASB), Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting, to elect to apply all Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989 unless FASB conflicts with GASB. The State has elected to not apply FASBs issued after the applicable date.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The State's largest enterprise funds are the Unemployment Compensation Fund and the State Lottery Fund.

The Unemployment Compensation Fund's principle ongoing operations consist of collecting contributions from employers and employees and the subsequent disbursement of monies to persons entitled to receive unemployment benefits. Collections and disbursements to eligible recipients are classified as operating revenues and expenses. The State Lottery Fund's principle ongoing operations, which are classified as operating revenues and expenses, consist of receipts from lottery ticket sales and subsequent disbursements of monies to lottery winners.

In addition, the State records two other enterprise funds, the Health Benefits Local Government Employers Program Fund and the Prescription Drug Local Government Employers Program Fund. For these funds, the principle ongoing operations, classified as operating revenues and expenditures, consist of member and employer contributions which are used to pay health care and prescription costs on behalf of eligible employees and their dependents.

E. Fund Accounting

The financial activities of the State are recorded in individual funds, each of which is deemed to be a separate accounting entity. The State uses fund accounting to report on its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts, which represent the fund's assets, liabilities, equity, revenues, and expenditures or expenses. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements, with non-major funds being combined into a single column.

1. Major Funds

The State reports the General Fund and the Property Tax Relief Fund as major governmental funds. The State also reports the Unemployment Compensation Fund, and the State Lottery Fund as major enterprise funds. Descriptions are as follows:

a. General Fund - The fund accounts for all State revenues, not otherwise restricted by statute. The largest part of the total financial operations of the State is accounted for in the General Fund. Most revenues received from taxes, federal sources, and certain miscellaneous revenue items are recorded in this fund. The Appropriations Act enacted by the Legislature provides the basic framework for the operations of the General Fund.

b. Property Tax Relief Fund – This fund accounts for revenues from the New Jersey Gross Income Tax. Revenues realized from the Gross Income Tax are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. Annual appropriations are made from the fund, pursuant to formulas established by the Legislature, to counties, municipalities, and school districts.

c. Unemployment Compensation Fund – This fund accounts for monies deposited from contributions of employers and employees for unemployment compensation, and amounts credited or advances made by the Federal government to be used to provide benefits to eligible unemployed workers.

d. State Lottery Fund – This fund accounts for monies derived from the sale of lottery tickets and the subsequent payment of prizes to holders of winning lottery tickets.

2. Governmental Fund Types

a. Special Revenue Funds - Are used to account for the proceeds of specific revenue sources (other than special assessments, private-purpose trusts, or major capital projects) that are legally restricted to expenditure for specific purposes such as education, environment and health care.

b. Debt Service Fund - Accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest. Amounts provided by the General Fund are deposited with banks that serve as paying agents.

c. Capital Projects Funds - Account for financial resources, usually general obligation bonds, to be used for the acquisition or construction of major capital facilities for State use such as mental health, educational and correctional facilities, and public transportation projects. Funds granted to other units of government are not classified as capital projects funds and are included as expenditures of special revenue funds.

3. Fiduciary Fund Types

a. Pension (and other employee benefit) Trust Funds - These funds report resources that are required to be held in trust for members and beneficiaries of defined benefit pension plans, defined contribution plans, other post-employment benefit plans, and other employee benefit plans, such as the deferred compensation plan.

b. Investment Trust Fund - This fund reports an investment pool that consolidates monies from municipalities, counties, school districts, and any other public body, corporate or politic.

c. Private-purpose Trust Funds - These funds report all other trust arrangements for which principal and income benefit individuals, private organizations, or other governments.

d. Agency Funds - These funds report resources held by the State in a purely custodial capacity. These funds typically involve only the receipt, temporary investment, and remittance of the resources to external parties.

4. Proprietary Fund Types

Enterprise Funds – These funds may be used to report any activity for which a fee is charged to external users for goods and services. Activities are required to be reported as enterprise funds if laws or regulations require that the activity's costs of providing services be recovered with fees and charges, rather than with taxes on similar revenues.

F. Budgetary Process

Annual budgets are adopted for the General Fund and certain special revenue funds (Casino Control, Casino Revenue, Gubernatorial Elections, and Property Tax Relief Funds). The Legislature enacts the Budget through passage of specific departmental appropriations, the sum of which may not exceed estimated resources. It is a constitutional requirement that the Budget be balanced. The Governor certifies the revenues. Before signing the Appropriations Act, the Governor may veto or reduce any specific appropriation, subject to Legislative override. Once passed and signed, the Appropriations Act becomes the State's financial plan for the coming year. During the year, the spending authority contained in the Appropriations Act may be revised by supplemental appropriations approved by both the Legislature and the Governor. Expenditures are presented on the accompanying budgetary basis financial statements by statewide program classifications, not by the legal level of budgetary control. Detail at the departmental level is presented on the accompanying Schedules of Appropriations and Expenditures.

For the General Fund and budgeted special revenue funds, budgetary control (legal control) is maintained within the department (as indicated on the organization chart) at the appropriation line item level. Appropriations Act revisions during the year, reflecting program changes or interdepartmental transfers of an administrative nature, may be effected with certain executive and legislative branch approvals. Under the "General Provisions" section of the State's Annual Appropriation Act, management may amend the budget within a department with the approval of the Director of the Office of Management and Budget. Items in excess of $300,000 must be further approved by the Office of Legislative Services. Only the Legislature, however, may transfer appropriations between departments. Transfers within a department are permitted within certain guidelines and management approval.

Appropriations are authorized for expenditure during the fiscal year and for a period of one month thereafter, and unencumbered appropriations lapse at the end of the fiscal year, unless otherwise specified by the Appropriations Act.

The State's budgetary basis of accounting differs from that utilized to present fund financial statements in conformance with generally accepted accounting principles (GAAP). The main differences between the budgetary basis and the GAAP basis used to present fund financial statements, are that under the budgetary basis encumbrances are recognized as expenditures, the federal revenue related to such encumbrances is also recognized, and the budgetary basis reflects transactions only for the current fiscal year. In addition, under the GAAP basis used to present fund financial statements, certain grants and other financial assistance are required to be recorded as revenues and expenditures.

G. Appropriations and Outstanding Debt

The State Constitution provides that the Legislature may not create a debt (where total outstanding debt would exceed one percent of total appropriations for the year) unless such law has been submitted to the people at a general election and approved by a majority of the legally qualified voters. After approval by the electorate, and prior to any bond sale, the Legislature may make appropriations up to the legally authorized amount of such bonds, which enables the State to enter into contracts with vendors.

H. Assets

1. Cash and Cash Equivalents

Deposits encompass the State's cash on deposit with financial institutions and several cash equivalents, including certificates of deposit. All deposits including cash equivalents that are subject to federal or state depository insurance generally are classified as deposits. Only investments with an original maturity of three months or less are considered to be cash equivalents. See Note 3 for details.

2. Investments

Statutes of the State of New Jersey and regulations of the State Investment Council authorize the Division of Investment to invest in obligations of the U.S. Treasury, foreign governments, agencies, municipal or political subdivisions of the State, commercial paper, bankers acceptances, revenue obligations of public authorities, debt instruments of banks, collateralized notes and mortgages, certificates of deposit, repurchase agreements, equity and convertible equity securities, and other common types of investment securities.

In addition to the amounts invested directly, most of the funds included herein participate in the State of New Jersey Cash Management Fund wherein amounts also contributed by other units of government are combined into a large scale investment program. The Pension Trust Funds also participate in a Common Pension Trust Fund pool whereby amounts contributed by the various Pension Trust Funds are combined for the purpose of investment. Participation in the Cash Management Fund investment pool and the Common Pension Trust Fund investment pool by State funds is reflected as investments in the Balance Sheets of the respective funds. Amounts contributed to the Cash Management Fund investment pool by local governments and other entities which are not part of the State's reporting entity, are reflected as investments in the Balance Sheet of the State of New Jersey Cash Management Fund-External Portion.

Amounts contributed to the Cash Management Fund investment pool are recorded at cost, which approximates fair value. Any differences between cost and fair value for Cash Management Fund pool investments are immaterial. Other investments are recorded at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. See Note 4 for additional details.

3. Receivables

Receivables in the State's governmental, fiduciary, and proprietary funds, Component Units - Authorities, and Component Units - College and University Funds are stated net of allowances for uncollectable amounts and primarily consist of federal revenues, taxes, loans, interest, contributions due from employers and members to the respective pension funds, mortgages, and other receivables. See Note 5 for details.

4. Capital Assets

Capital assets are tangible and intangible assets that are used in operations and that have initial useful lives that extend beyond a single reporting period. Capital assets are reported in the statement of net assets at cost or historical cost based on appraisals or other acceptable methods when historical cost information is not available. Donated fixed assets are recorded at estimated fair value at the time of donation. The State's capital assets consist of:

a. All land, including parks and forests.

b. Infrastructure assets such as roads, bridges, dams, highway lands, and rights-of-way.

c. All general government buildings, including hospitals, care, and correctional facilities.

d. Land improvements, machinery and equipment, and motor vehicles used in general operations, with unit costs above $25,000, $20,000, and $30,000 respectively.

e. Capital projects in the process of construction.

To measure depreciation expense, the State used the straight-line method, whereby the historical cost (or other capitalized amount) of depreciable assets, less their estimated salvage values, is allocated in equal annual amounts over the estimated useful lives of the assets. To estimate the useful lives of its capital assets, the State uses guidelines from industry organizations. There is no depreciation recorded for land, construction in progress, and rights-of-way.

Capital leases which are classified as capital assets are recorded in amounts equal to the lesser of the fair value of the asset or the present value of the future net minimum lease payments at the inception of the lease.

The State does not capitalize works of art, historical treasures, and similar assets. Capital assets utilized in the governmental funds are recorded as expenditures in the governmental fund financial statements.

5. Interfund/Intrafund Transactions

Interfund Transactions - During the course of normal operations, the State has numerous routine transactions between funds, including expenditures, and transfers of resources to provide administrative services, program services, debt service, and compliance with legal mandates, such as legislation requiring the transfer of investment earnings from a capital project fund to the General Fund. In the fund financial statements, these transactions generally are recorded as transfers to/transfers from other funds and due to/due from other funds. Operating transfers represent legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended and do not represent reimbursement of expenses.

Intrafund Transactions - Intrafund transactions, as a result of contracts among departments within the same fund, are considered expenditures by the contractor and revenues by the contractee in the fund financial statements.

As a general rule, intrafund revenues and expenditures, interfund transfers, and interfund receivables and payables have been eliminated in the government-wide financial statements. An expection is the net residual amounts due between governmental and business-type activities, which is recorded as internal balances. Receivables from and payables to fiduciary funds are recorded in the statement of net assets as receivable from and payable to external parties.

I. Liabilities

1. Deferred Revenue

Deferred revenues at the fund level arise when potential revenue does not meet the available criterion for recognition in the current period. Deferred revenues also arise when resources are received by the State before it has a legal claim. In subsequent periods, when the revenue recognition criterion is met, or when the State has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized. Deferred revenues at the government-wide level arise only when the State receives resources before it has a legal claim to these resources.

Deferred revenue in the General Fund, at both levels, consists principally of amounts due from the Port Authority of New York and New Jersey and food stamp inventory (in accordance with the provisions of GASB Statement No. 24, Accounting and Financial Reporting for Certain Grants and Other Financial Assistance).

2. Deferred Compensation

The State offers its employees a deferred compensation plan (the Plan) created in accordance with Internal Revenue Code Section 457. The Plan, which is administered by the Department of the Treasury, Division of Pensions and Benefits, permits participants to defer a portion of their salary until future years. Amounts deferred under the Plan are not available to employees until termination, retirement, death, or an unforeseeable emergency.

Under current Internal Revenue Service regulations, all monies that are deferred and any other assets or income of the Plan shall be held in trust for the exclusive benefit of the participating employees and their beneficiaries. The State has no liability for losses under the Plan but does have the duty of due care that would be required of an ordinary prudent investor.

The State's Employees' Deferred Compensation Plan is reported as a pension (and other employee benefits) trust fund in the fund financial statements. The Plan is fiduciary in nature, and thus is not reported in the government-wide financial statements.

3. Accumulated Unpaid Sick and Vacation Benefits

Cash payments for accumulated sick leave balances are made to retiring employees upon regular retirement. The payment is based on fifty percent of the employee's sick leave accumulation, at the pay rate in effect at the time of retirement up to a maximum of $15,000. Employees separating from State service prior to retirement are not entitled to payments for accumulated sick leave balances. Cash payments for sick leave at retirement are made from annual legislative appropriations on a "pay-as-you-go" basis. Sick leave accumulations may also be used by an employee for a personal illness or injury as a means of continuing regular pay.

Employees annually earn 12 to 25 vacation days based on years of service and are permitted to carry over those days earned within a one-year period. The liability for accumulated employee sick leave and for accumulated vacation pay is reflected in the government-wide financial statements and the proprietary fund financial statements as noncurrent liabilities.

4. Other Long-term Obligations

In addition to accumulated unpaid sick and vacation benefits, other long-term obligations include general obligation bonds, revenue bonds, capital leases, installment obligations, certificates of participation, loans payable, and other liabilities of a long-term nature. The liability for long-term items described above is reflected in the government-wide financial statements and the proprietary fund financial statements as noncurrent liabilities, due in more than one year.

Bond and note premiums and discounts are amortized to interest expense based on the straight-line method. Bonds and notes payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges in other assets and are amortized over the term of the related debt.

In the governmental fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts

are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

J. Net Assets

1. Invested in Capital Assets, Net of Related Debt - This component of net assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

2. Restricted - Net assets are reported as restricted when constraints placed on net asset use are either: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of the other governments, or (2) imposed by law through constitutional provisions or enabling legislation.

3. Unrestricted - Unrestricted net assets consist of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

4. Held in Trust for Employees' Pension Benefits and Other Purposes - Used to accumulate all active member, State, and other employer contributions and investment income from which all benefit payments are made; also used to accumulate resources received as a result of trust arrangements or to accumulate resources held for investment.

K. Fund Balances

1. Reserved Encumbrances - Used to segregate a portion of fund balance to provide for expenditure upon vendor performance of purchase agreements.

2. Reserved Other - Used to earmark a portion of the fund balance to indicate it is either a resource currently unavailable for appropriation or expenditure, or a statutory restriction on current fund balance.

3. Unreserved - General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds - Represents the following:

   a. Unreserved Designated - Continuing Appropriations - Used to represent that portion of fund balance which has been appropriated by the Legislature, as well as those portions of fund balance of non-budgeted governmental funds so designated by management.

   b. Unreserved Designated - Debt Service - Used to identify that portion of the fund balance of the New Jersey Transportation Trust Fund which is made available to satisfy the debt service requirements of the subsequent period.

   c. Unreserved Designated - Unrealized Gains - Used to represent the portion of fund balance that resulted from the fair value reporting of investments, i.e., the difference between investments reported at fair value and the amortized cost of those investments.

   d. Unreserved Undesignated – Used to represent that portion of fund balance resources available for appropriation.

L. Fiscal Year End Differences

The following component units have fiscal years that ended on December 31, 2001:

Special Revenue Funds

New Jersey Building Authority (blended component unit)

Component Units - Authorities

Casino Reinvestment Development Authority
New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises

New Jersey Economic Development Authority
New Jersey Educational Facilities Authority
New Jersey Health Care Facilities Financing Authority
New Jersey Highway Authority
New Jersey Meadowlands Development Commission
(formerly Hackensack Meadowlands Development Commission)
New Jersey Redevelopment Authority
New Jersey Sports and Exposition Authority
New Jersey Turnpike Authority
South Jersey Port Corporation
South Jersey Transportation Authority

NOTE 2 - OTHER ACCOUNTING DISCLOSURES

A. Reclassifications

The State has implemented GASB Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis - for State and Local Governments for the fiscal year ended June 30, 2002. GASB Statement No. 34, as amended by GASB Statement No. 37 and GASB Statement No. 38, establishes new financial reporting standards for state and local governments, including changes in fund types and account groups. The General Fixed Asset Account Group and the General Long-term Debt Account Group are no longer required. Capital assets and long-term debt balances are now reflected in the Government-wide Statement of Net Assets. Changes in fund types are detailed below.

	Fund Classification June 30, 2001	**Fund Classification June 30, 2002**
Atlantic City Parking Fees Fund	Agency Fund	Special Revenue Fund
Atlantic City Tourism Promotion Fund	Agency Fund	Special Revenue Fund
Capital City Redevelopment Loan and Grant Fund	Agency Fund	Special Revenue Fund
Judiciary Superior Court-Miscellaneous Fund	Agency Fund	General Fund Account
Luxury Tax Fund	Agency Fund	Special Revenue Fund
Unclaimed Insurance Payments on Deposit Accounts Fund	Agency Fund	Private Purpose Trust Fund
Alternate Benefit Long-term Disability Fund	Expendable Trust Fund	Pension and Other Employee Benefit
Community Development Bond Fund	Expendable Trust Fund	Special Revenue Fund
Emergency Services Fund	Expendable Trust Fund	Special Revenue Fund
Fund for the Support of Free Public Schools	Expendable Trust Fund	Special Revenue Fund
Health Benefits Local Government Employers Program Fund	Expendable Trust Fund	Enterprise Fund
Horse Racing Injury Compensation Fund	Expendable Trust Fund	Special Revenue Fund
Insurance Annuity Trust Fund	Expendable Trust Fund	Private Purpose Trust Fund
Motor Vehicle Security Responsibility Fund	Expendable Trust Fund	Private Purpose Trust Fund
Mutual Workers' Compensation Security Fund	Expendable Trust Fund	Special Revenue Fund
New Home Warranty Security Fund	Expendable Trust Fund	Special Revenue Fund
New Jersey Federal - State Rural Rehabilitation Fund	Expendable Trust Fund	General Fund Account
New Jersey Insurance Development Fund	Expendable Trust Fund	Special Revenue Fund
New Jersey State Employees' Deferred Compensation Plan	Expendable Trust Fund	Pension and Other Employee Benefit
Prescription Drug Local Government Employers Program Fund	Expendable Trust Fund	Enterprise Fund
Real Estate Guaranty Fund	Expendable Trust Fund	Special Revenue Fund
State Disability Benefit Fund	Expendable Trust Fund	Special Revenue Fund

Stock Workers' Compensation Security Fund	Expendable Trust Fund	Special Revenue Fund
Unclaimed Child Support Trust Fund	Expendable Trust Fund	Special Revenue Fund
Unclaimed County Deposits Trust Fund	Expendable Trust Fund	Private Purpose Trust Fund
Unclaimed Personal Property Trust Fund	Expendable Trust Fund	General Fund Account
Unclaimed Utility Deposits Trust Fund	Expendable Trust Fund	Special Revenue Fund
Unemployment Compensation Fund	Expendable Trust Fund	Major Proprietary Fund
University of Medicine and Dentistry of New Jersey - Self Insurance Reserve Fund	Expendable Trust Fund	Special Revenue Fund
Unsatisfied Claim and Judgment Fund	Expendable Trust Fund	Special Revenue Fund
State of New Jersey - Tischler Memorial Fund	Non-Expendable Trust Fund	General Fund Account
Central Pension Fund	Pension Trust Fund	Pension and Other Employee Benefit
Consolidated Police and Firemen's Pension Fund	Pension Trust Fund	Pension and Other Employee Benefit
Judicial Retirement System	Pension Trust Fund	Pension and Other Employee Benefit
Police and Fireman's Retirement System	Pension Trust Fund	Pension and Other Employee Benefit
Prison Officers' Pension Fund	Pension Trust Fund	Pension and Other Employee Benefit
Public Employees' Retirement System	Pension Trust Fund	Pension and Other Employee Benefit
State Police Retirement System	Pension Trust Fund	Pension and Other Employee Benefit
Supplemental Annuity Collective Trust	Pension Trust Fund	Pension and Other Employee Benefit
Teachers' Pension and Annuity Fund	Pension Trust Fund	Pension and Other Employee Benefit
State Lottery Fund	Special Revenue/Agency Funds	Major Proprietary Fund
Property Tax Relief Fund	Special Revenue	Major Governmental Fund

B. Restatement of Fund Balance

1. Fund Financial Statements

The following schedule details the effect of fund type reclassifications on fund balances due to the adoption of GASB Statement No. 34 (expressed in millions).

Fund	As Previously Reported June 30, 2001	Adjustment	As Restated June 30, 2001
Atlantic City Parking Fees Fund	$ --	$ 1.6	$ 1.6
Atlantic City Tourism Promotion Fund	--	0.3	0.3
Capital City Redevelopment Loan and Grant Fund	--	2.0	2.0
Luxury Tax Fund	--	0.9	0.9
Unclaimed Insurance Payments on Deposit Accounts Fund	--	2.0	2.0

In addition, the opening fund balance of the New Jersey Building Authority of $135.4 million has been reduced by $23.1 million to reflect corrections of prior year amounts related to net assets. The adjusted balance is $112.2 million.

2. Government-wide Statements

The implementation of GASB Statement No. 34 requires the presentation of two new financial statements, a statement of net assets and a statement of activities, prepared using the economic resources measurement focus and the accrual basis of accounting. As a result, the net assets of governmental activities as of July 1, 2001 has been restated to $1.8 billion in order to show the cumulative effect of applying GASB Statement No. 34.

C. Deficit Fund Balances

It is anticipated that bond sales during Fiscal Year 2003 will relieve deficit fund balances in the following funds (expressed in millions).

Energy Conservation Fund	$	0.1
Resources Recovery and Solid Waste Disposal Facility Fund		31.8
State Land Acquisition and Development Fund		1.0
1999 Statewide Transportation and Local Bridge Fund		135.7

In addition, deficit fund balances exist in the Health Benefits Local Government Employers Program Fund ($59.7 million) and the Korean Veteran's Memorial Fund ($1.1 million). It is anticipated that private and public charitable donations during Fiscal Year 2003 will relieve the deficit in the Korean Veteran's Memorial Fund. Calendar year 2003 contribution rates were increased in order to offset the deficit in the Health Benefits Local Government Employers Program Fund.

D. Joint Ventures

The Port Authority of New York and New Jersey
225 Park Avenue South
New York, NY 10003-1604

Joint ventures are independently constituted entities generally created by two or more governments for a specific purpose such as contracting and maintaining an interstate bridge. Pursuant to current financial reporting standards, the State does not record its equity in joint ventures. The only significant joint venture in which the State of New Jersey participates is the Port Authority of New York and New Jersey. Individually published financial statements may be obtained by writing the Port Authority of New York and New Jersey at the above mentioned address. Other joint ventures are immaterial.

The Port Authority is a municipal corporate instrumentality of the States of New York and New Jersey created by compact between the two states in 1921 with the consent of the Congress of the United States. It is authorized and directed to plan, develop, and operate terminals and other facilities of transportation and commerce, and to advance projects in the general fields of transportation, economic development, and world trade that contribute to promoting and protecting the commerce and economy of the Port District, defined in the compact, which comprises an area of about 1,500 square miles in both states, centering about New York Harbor. The Governor of each State appoints six of the twelve members of the governing Board of Commissioners, subject to confirmation by the respective State Senate. Each Governor has from time to time exercised the statutory power to veto the actions of the commissioners from their state.

The commissioners serve six-year overlapping terms as public officials without compensation. They establish Authority policy, appoint an Executive Director to implement it, and also appoint a General Counsel to act as legal advisor to the Board and to the Executive Director. The Authority undertakes only those projects authorized by the two states.

The compact envisions the Port Authority as being financially self-sustaining and, as such, it must obtain the funds necessary for the construction or acquisition of facilities upon the basis of its own credit, its reserve funds, and its future revenues. The agency has neither the power to pledge the credit of either state or any municipality nor to levy taxes or assessments.

Consolidated financial statements for the Port Authority for the fiscal year ended December 31, 2001 disclosed the following (expressed in millions):

Financial Position

	Port Authority	PFC Program	Combined Total
Total Assets	$ 14,603.8	$ 1,028.4	$ 15,632.2
Total Liabilities	10,452.8	--	10,452.8
Net Assets	$ 4,151.0	$ 1,028.4	$ 5,179.4

Operating Results

Operating Revenues	$ 2,714.8	$ 113.5	$ 2,828.3
Operating Expenses	(1,745.8)	--	(1,745.8)
Depreciation and Amortization	(705.2)	(7.9)	(713.1)
Income from Operations	263.8	105.6	369.4
Financial Income (Expense), Net	(154.6)	0.9	(153.7)
Net Income	$ 109.2	$ 106.5	$ 215.7

Changes in Net Assets

Balance January 1, 2001	$ 3,630.0	$ 921.8	$ 4,551.8
Net Income	109.2	106.5	215.7
Government Contributions in Aid of Construction	411.7	--	411.7
Balance December 31, 2001	$ 4,150.9	$ 1,028.3	$ 5,179.2

Except for Special Project Bonds, the Authority's debt is secured by its full faith and credit, its reserve funds, or a pledge of future revenues. Special Project Bonds are secured by a mortgage on the financed properties. At December 31, 2001, Port Authority debt consisted of the following (expressed in millions):

Bonds, Notes and Other Obligations

Consolidated Bonds and Notes	$ 6,092.7
Special Project Bonds	1,457.7
Operating Asset Financing	537.7
Capital Asset Financing	1,137.9
	9,226.0
Less: Unamortized Discount and Premium	(166.7)
Total	$ 9,059.3

E. Risk Management and Insurance Coverage

The State is self-insured and self-administered for tort, workers' compensation, and automobile liability claims. As of June 30, 2002 no liability for unpaid claims has been established since the amount of loss cannot be reasonably estimated. However, any unpaid claims are not expected to be material. Claims are reported as expenditures in the General Fund in the year they are paid. Amounts expended for tort, workers' compensation, and automobile liability claims for Fiscal Year 2002 and Fiscal Year 2001 are detailed below (expressed in millions):

Type of Claim	Fiscal Year 2002	Fiscal Year 2001
Tort	$ 8.3	$ 24.9
Workers' compensation	17.4	18.7
Automobile	1.5	2.8

Property exposure is handled by a commercial insurance carrier. There were no reductions in commercial insurance coverage during the fiscal year ended June 30, 2002. No settlements exceeded commercial insurance coverage during each of the past three fiscal years. The State does not participate in any risk pools.

The State has obtained a financial guaranty policy insurance commitment to cover potential permanent losses on investments by non-state participants in the State of New Jersey Cash Management Fund-External Portion (Investment Trust Fund). The State is liable for reimbursement to the issuer of the financial guaranty policy insurance commitment for any payments made. This financial guaranty policy insurance commitment expires on December 1, 2012.

F. Other

In accordance with Governmental Accounting and Financial Reporting Standards (GASB) Codification L20.126, "Leases between State and Local Governments and Public Authorities", the debt and assets of the New Jersey Building Authority have been reduced for presentation herein in the amount of $641.8 million, the amount of the present value of future lease payments by the State to the New Jersey Building Authority as of December 31, 2001.

In accordance with GASB Statement 24, "Accounting and Financial Reporting for Certain Grants and Other Financial Assistance," an additional $314.8 million in federal grant revenues and economic planning, development, and security expenditures and $0.8 million in other assets and deferred revenues relating to the State's food stamp program have been recorded.

NOTE 3 - CASH AND CASH EQUIVALENTS

All funds maintain their own individual bank account(s) except for the Casino Control, Casino Revenue, Gubernatorial Elections, Special Transportation, and Property Tax Relief Funds which are in the General Fund bank accounts. The balances of cash for these funds held in the General Fund, after receipt and disbursement transactions, are accounted for and reflected in the respective due from or due to accounts on the balance sheet presented in the fund financial statments.

New Jersey Revised Statutes (52:18-16.1) set the policy that the State Treasurer must follow when depositing State funds and for the collateralization of such funds. The relationship between the face amount of the collateral and the amount of a deposit is not statutory but is stipulated by the State Treasurer. All bank accounts in which the State Treasurer deposits funds must be collateralized. Securities pledged as collateral must consist of obligations of, or be guaranteed by, the United States or the State of New Jersey. Securities are pledged in the State Treasurer's name and held by a custodian bank under a custodian agreement.

Collateral requirements for demand accounts and time accounts for banks having less than $15 million in State deposits per month require 100% coverage of the highest daily balance of the preceding month. For banks that have State deposits which total $15 million or more per month, the amount of collateral required is 120% of the total average daily balance on deposit in the bank during each calendar quarter of the year.

The State Department of the Treasury monitors the level of collateral required to be maintained by the banks.

The Governmental Accounting Standards Board Statement 3 requires the bank balances of deposits to be categorized to indicate the level of risk assumed by the entity. Category 1 consists of deposits that are insured or collateralized with securities held by the entity or by its agent in the entity's name. Category 2 consists of deposits collateralized with securities held by the pledging financial institutions trust department or agent in the entity's name. Category 3 consists of deposits which are uncollateralized.

Cash and cash equivalents are categorized below for all funds excluding discretely presented component units (expressed in millions):

	Category 1	Category 2	Category 3	Total Bank Balance	Total Carrying Amount
Cash	$ 124.7	$ --	$ 3.4	$ 128.1	$ 92.8
Certificates of deposit and related items	--	--	1,345.9	1,345.9	1,345.9
Totals	$ 124.7	$ --	$ 1,349.3	$ 1,474.0	$ 1,438.7

Negative book balances representing a managed overdraft have been reclassified as accounts payable. Carrying amount balances and negative book balances for all fund types excluding discretely presented component units are reported on the Government-wide Statement of Net Assets and Statement of Fiduciary Net Assets as follows (expressed in millions):

	Total Carrying Amount	Negative Book Balances
Governmental activities	$ 95.7	$ 303.4
Business-type activities	4.7	78.3
Fiduciary funds	1,338.3	31.8
Total	$ 1,438.7	$ 413.5

NOTE 4 - INVESTMENTS

Statutes of the State of New Jersey and regulations of the State Investment Council authorize the Division of Investment to invest in obligations of the U.S. Treasury, foreign governments, agencies, municipal or political subdivisions of the State, commercial paper, bankers acceptances, revenue obligations of public authorities, debt instruments of banks, collateralized notes and mortgages, certificates of deposit, repurchase agreements, equity and convertible equity securities, and other common types of investment securities. Investee institutions and organizations are prescribed by the statutes and regulations based on such criteria as minimum capital, dividend paying history, credit history, and other evaluation factors.

The purchase, sale, receipt of income, and other transactions affecting investments are governed by custodial agreements between the investing funds through the State Treasurer and custodian banks as agents for the funds. State laws and policies set forth the requirements of such agreements and other particulars as to the size of the custodial institution, amount of the portfolio to be covered by the agreements, and other pertinent matters.

Federal securities, including those held as collateral on repurchase agreements, are maintained at Federal Reserve Banks in Philadelphia and New York through the custodian banks, in trust for the State of New Jersey. A significant portion of corporate equity and debt securities are maintained by the Depository Trust Company (DTC) through the custodian banks in trust for the State of New Jersey.

Securities not maintained by the Federal Reserve Banks or DTC are in the name of a designated nominee representing the securities of a particular State fund which establishes the State fund's unconditional right to the securities. The

custodian banks, as agents for the State funds, maintain internal accounting records identifying the securities maintained by the Federal Reserve Banks and the DTC as securities owned by or pledged to the State funds.

In addition to the amounts invested directly, most of the funds included herein participate in the State of New Jersey Cash Management Fund wherein amounts also contributed by other units of government are combined into a large scale investment program. The Pension Trust Funds also participate in a Common Pension Trust Fund pool whereby amounts contributed by the various Pension Trust Funds are combined for the purpose of investment. Participation in the Cash Management Fund investment pool and the Common Pension Trust Fund investment pool by State funds is reflected as investments in the Balance Sheets of the respective funds. Amounts contributed to the Cash Management Fund investment pool by local governments and other entities which are not part of the State's reporting entity, are reflected as investments in the Statement of Fiduciary Net Assets, Investment Trust Fund.

Amounts contributed to the Cash Management Fund investment pool are recorded at cost, which approximates fair value. Any differences between cost and fair value for Cash Management Fund pool investments are immaterial. All other investments are recorded at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund and the Common Pension Funds. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290.

Casino Control, Casino Revenue, Gubernatorial Elections, Special Transportation, and Property Tax Relief Funds do not maintain separate investment accounts. Since cash transactions are handled by and through the General Fund as described in Note 3, any available cash balances for these funds reside in the General Fund and are combined with other balances for either participation in the State of New Jersey Cash Management Fund or direct investment as part of the General Fund large scale investment program. Except for the Casino Revenue Fund and the Casino Control Fund, investment earnings for these funds accrue to the General Fund.

Approximately $1.1 billion of investments represents deposit fund contracts for future installment payments of lottery prizes due beyond one year from the balance sheet date. Lottery prizes are funded by the purchase of deposit fund contracts which, when matured, will provide amounts sufficient for future payment of installment prizes. Purchases of deposit fund contracts are recorded as an expenditure in the State Lottery Fund in the year of purchase. Annuity contracts are carried at their current contract values which are based upon their original purchase price adjusted for credited interest and amounts already received. The estimated fair value of annuity contracts approximates the carrying value reflected in the balance sheet. In the event of default in making future payments by the insurance company from which the contracts were purchased, the State Lottery Commission would be liable for such future payments. The projected future costs of installment prize obligations amount to $1.7 billion which are due in installments ranging from ten years to the lifetime of the recipient.

The Governmental Accounting Standards Board Statement 3 requires investments be categorized to indicate the level of risk assumed by the entity. Category 1 consists of investments that are insured or registered or for which the securities are held by the entity or its agent in the entity's name. Category 2 consists of uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the entity's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent but not in the entity's name. Investments for all funds are classified as Category 1 and are detailed as follows (expressed in millions):

	Amount Reported As Investments
Common stock	$ 29,386.9
Finance companies - senior debt	1,856.3
Foreign government bonds and notes	1,638.3
Foreign stock	9,867.3
Gas, electric, and water bonds	409.5
Government bonds and obligations	11,991.4
Industrial bonds and commercial paper	11,400.4
Mortgage - backed certificates	4,764.4
Repurchase agreements	26.1
Telephone bonds	742.1
Investments subject to risk categorization	72,082.7
Annuity contracts	1,110.6
Miscellaneous	8.6
Mutual funds	7.9
Total	$ 73,209.8

As Reported on the Government-wide Statement of Net Assets and Statement of Fiduciary Net Assets:

	Current Investments	Non-Current Investments	Total
Governmental activities	$ 3,473.1	$ --	$ 3,473.1
Business-type activities	372.6	950.3	1,322.9
Fiduciary funds	68,413.8	--	68,413.8
	$ 72,259.5	$ 950.3	$ 73,209.8

NOTE 5 - RECEIVABLES

Fiduciary funds' receivables are not disclosed in the statement of net assets. However, these receivables are disclosed in the fund financial statements and consists primarily of amounts due from employers and employees and accrued earnings on investments. Receivables presented in the statement of net assets are described below.

A. Federal

Federal government grant awards are established against State appropriations. Most Federal government receivables are comprised of amounts expended against grant awards, the expenditure of which is the basis of reimbursement. Since all amounts due from the Federal government are considered to be collectible, no allowance has been established for doubtful collections. Also see Note 17 - Contingent Liabilities.

These Federal receivables are reported in conformance with generally accepted accounting principles as defined in Statement No. 2 - Grant, Entitlement and Shared Revenue Accounting and Reporting by State and Local Governments published by the National Council on Governmental Accounting. Inasmuch as encumbrances do not constitute expenditures, and since recognition of grants and entitlements as revenue is primarily based on expenditures, there is an additional $2.6 billion of Federal government awards consisting of encumbrances and appropriation balances which are considered unearned and unrecorded as of June 30, 2002.

Federal receivable balances in the Unemployment Compensation Fund ($2.8 billion) represent unemployment contributions transferred to the Federal Reserve Bank for deposit in the Federal Unemployment Trust Fund. All monies are invested by the Federal Government and interest earnings are credited to the Unemployment Compensation Fund.

B. Departmental

Departmental accounts receivable of $2.8 billion include amounts which were substantially collected within the one month period subsequent to June 30 and include most major tax revenues. Amounts included in these receivables but not collected within the one month period subsequent to June 30 are deemed to be collectible, and are reflected net of allowances ($258.0 million).

C. Loans

Loans receivable of $901.7 million are reduced by allowances of $12.6 million and include $810.6 million due from local units of government and other recipients for environmental projects, $38.3 million loaned for economic development within local units of government, and $15.0 million loaned for housing and mortgage assistance.

D. Other

Other receivables totaling $1,185.5 million are reduced by allowances of $393.8 million and include tax receivables due of $419.6 million, $210.2 million due from the Port Authority of New York and New Jersey, contributions due from employers and members to the Health Benefits Local Government Employers Program Fund of $72.6 million and $25.4 million of accrued earnings on investments and accrued interest on loans to third parties.

NOTE 6 - CAPITAL ASSETS

A summary of capital assets and related accumulated depreciation by category as of June 30, 2002 is as follows (expressed in millions):

	Balance July 1, 2001*	Additions	Retirements	Balance June 30, 2002
Land	$ 515.0	$ 15.1	$ --	$ 530.1
Land improvements	75.7	4.1	--	79.8
Buildings and improvements	1,989.9	508.3	4.9	2,493.3
Machinery and equipment	258.8	45.0	16.7	287.1
Construction in progress	146.5	67.6	47.2	166.9
Infrastructure	13,075.0	971.4	--	14,046.4
Total at historical cost	16,060.9	1,611.5	68.8	17,603.6
Less accumulated depreciation:				
Land improvements	49.2	3.2	--	52.4
Buildings and improvements	993.5	76.5	--	1,070.0
Machinery and equipment	172.9	21.1	--	194.0
Infrastructure	3,732.4	295.0	--	4,027.4
Total accumulated depreciation	4,948.0	395.8	--	5,343.8
Governmental activities capital assets, net	$ 11,112.9	$ 1,215.7	$ 68.8	$ 12,259.8

*The opening balance has been restated to reflect the infrastructure assets and the accumulated depreciation on all capital assets, in conformity with GASB Statement No. 34.

A. Items Not Capitalized and Depreciated

The State possesses certain capital assets that have not been capitalized and depreciated because the assets cannot be reasonably valued and/or the assets have inexhaustible useful lives. These assets include works of art and historical treasures; such as statues; monuments; historical documents; paintings; forts and lighthouses; rare library books; various capitol-related artifacts and furnishings; and the like.

B. Depreciation and Useful Lives

Capital assets are depreciated using the straight line method, with one half of the year's depreciation charged in the year of acquisition and in the year of disposal. The State assigned useful lives that were most suitable for the particular assets. Estimated useful lives were assigned as follows:

Asset	Years
Land improvements	10-25
Building and improvements	12-45
Machinery and equipment	5-15
Infrastructure	8-70

Depreciation was charged to functions of the primary government as follows (expressed in millions):

	Amount
Public safety and criminal justice	$ 29.6
Physical and mental health	7.8
Educational, cultural, and intellectual development	4.1
Community development and environmental management	5.8
Economic planning, development, and security	2.5
Transportation programs	303.7
Government direction, management, and control	42.2
Special government services	0.1
	$ 395.8

NOTE 7 - INTERFUND TRANSACTIONS

During the course of normal operations, the State has numerous routine transactions between funds, including interfund loans, expenditures, and transfers of resources to provide administrative services, program services, debt service, and compliance with legal mandates, such as legislation requiring the transfer of investment earnings from a capital project fund to the General Fund. In the fund financial statements, these transactions generally are recorded as transfers in/transfers (out) and due to/due from other funds. Operating transfers represent legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended and do not represent reimbursement of expenses.

A. Due From/Due To Other Funds

The balance of current interfund receivables and payables at June 30, 2002 are presented below (expressed in millions):

	Due To							
Due From	General Fund	Property Tax Relief Fund	Non-Major Governmental Funds	Unemployment Compensation Fund	State Lottery Fund	Non-Major Proprietary Funds	Fiduciary Funds	Total
General Fund	$ –	$ 132.3	$ 509.6	$ –	$ 27.1	$ 0.4	$ 11.7	$ 681.1
Property Tax Relief Fund	–	–	3.7	1.3	–	–	4.8	9.8
Non-Major Governmental Funds	76.5	19.0	170.7	33.8	–	–	--	300.0
Unemployment Compensation Fund	1.0	14.9	30.1	–	–	–	--	46.0
State Lottery Fund	–	–	–	–	–	–	--	–
Non-Major Proprietary Funds	2.4	–	–	–	–	–	--	2.4
Fiduciary Funds	19.7	–	–	–	–	–	5.8	25.5
Total	$ 99.6	$ 166.2	$ 714.1	$ 35.1	$ 27.1	$ 0.4	$ 22.3	$ 1,064.8

B. Transfer In/(Out)

Interfund transfers for the fiscal year ended June 30, 2002 are presented below (expressed in millions):

	General Fund	Property Tax Relief Fund	Non-Major Governmental Funds	State Lottery Fund	Non-Major Proprietary Funds	Fiduciary Funds	Total
Transfers (out) to:							
General Fund	$ --	$ –	$ (1,509.6)	$ (776.1)	$ --	$ (0.1)	$ (2,285.8)
Property Tax Relief Fund	(1,531.2)	–	--	–	--	--	(1,531.2)
Non-Major Governmental Funds	(1,297.5)	–	(1,334.8)	–	--	--	(2,632.3)
State Lottery Fund	--	–	--	–	--	--	--
Non-Major Proprietary Funds	(4.3)	(46.5)	--	–	--	--	(50.8)
Fiduciary Funds	--	–	--	–	--	--	--
Total Transfers (Out)	$ (2,833.0)	$ (46.5)	$ (2,844.4)	$ (776.1)	$ --	$ (0.1)	$ (6,500.1)
Transfers in from:							
General Fund	$ --	$ 1,531.2	$ 1,297.5	$ –	$ 4.3	$ --	$ 2,833.0
Property Tax Relief Fund	--	–	--	–	46.5	--	46.5
Non-Major Governmental Funds	1,509.6	–	1,334.8	–	--	--	2,844.4
State Lottery Fund	--	–	--	–	--	--	--
Non-Major Proprietary Funds	776.1	–	--	–	--	--	776.1
Fiduciary Funds	0.1	–	--	–	--	--	0.1
Total Transfers In	2,285.8	1,531.2	2,632.3	–	50.8	--	6,500.1
Net Transfers In (Out)	$ (547.2)	$ 1,484.7	$ (212.1)	$ (776.1)	$ 50.8	$ (0.1)	$ --

NOTE 8 - SHORT-TERM DEBT

Tax and Revenue Anticipation Notes

The State issues short-term notes in the form of tax and revenue anticipation notes in advance of income tax and corporation business tax collections, depositing the proceeds in the General Fund. These notes are used to provide effective cash management to fund the imbalances that occur in the collection and disbursement of the General Fund and Property Tax Relief Fund revenues. The $1.3 billion of borrowings was repaid in full prior to the end of the fiscal year. Short term debt activity for the year ended June 30, 2002 was as follows (expressed in millions):

	Outstanding July 1, 2001	Issued	Redeemed	Outstanding June 30, 2002
Tax And Revenue Anticipation Notes	$ --	$ 1,300.0	$ (1,300.0)	$ --

NOTE 9 – LONG-TERM OBLIGATIONS (A. – F. Denotes Governmental Funds)

A. Changes in Long-term Debt

The following schedule represents the changes in the Long-term Debt (expressed in millions):

	Outstanding July 1, 2001 *	**Additions**	**Deductions**	**Outstanding June 30, 2002**
General obligation bonds	$ 3,470.9	$ 608.3	$ 908.3	$ 3,170.9
Revenue bonds	5,026.3	2,206.4	1,432.0	5,800.7
Accumulated sick and vacation payable	449.0	28.0	--	477.0
Capital leases	264.8	330.9	47.4	548.3
Installment obligations	5,323.9	794.1	801.6	5,316.4
Certificates of participation	138.6	5.9	43.5	101.0
Loans payable	1,279.4	--	--	1,279.4
Net pension obligation	54.6	27.1	--	81.7
Other	229.0	108.0	16.9	320.1
Unamortized premium	--	202.5	8.5	194.0
Unamortized deferral on refunding	--	(109.0)	(4.0)	(105.0)
Total	$ 16,236.5	$ 4,202.2	$ 3,254.2	$ 17,184.5

*The opening balance has been restated to reflect net pension obligation unrecorded at June 30, 2001.

B. Debt Service Payments

The following schedule represents debt service payments for the next five years and thereafter (expressed in millions):

	Long-term Debt		
Fiscal Year	State Bonded Debt	Revenue Bonds	Total
2003	$ 292.0	$ 185.2	$ 477.2
2004	270.9	253.2	524.1
2005	252.1	265.4	517.5
2006	234.3	279.4	513.7
2007	229.7	297.0	526.7
2008-2012	1,090.2	1,727.5	2,817.7
2013-2017	612.6	1,921.4	2,534.0
2018-2022	189.1	871.6	1,060.7
Unamortized premium	51.2	134.6	185.8
Unamortized deferral on refunding	(45.6)	(59.4)	(105.0)
Total	$ 3,176.5	$ 5,875.9	$ 9,052.4

The general obligation bonded debt outstanding as of June 30, 2002 is $3.2 billion which is secured by the State's (the General Fund) full faith and credit.

The New Jersey Transportation Trust Fund issued $2.2 billion in bonds during fiscal year 2002.

The amount provided by the General Fund to the Debt Service Fund for interest and principal payments for the fiscal year ended June 30, 2002 was $451.2 million. This is reflected in the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds, as a transfer between the General Fund and Non-major Funds (Debt Service Fund).

In prior years, the State has refunded various bond issuances by creating separate irrevocable trust funds. Refunding debt has been issued and the proceeds have been used to purchase United States Treasury Obligations--State and Local Government Series that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the State's long-term debt. As of June 30, 2002, the amount of defeased general obligation debt outstanding, but removed from the long-term debt amounted to $1.1 billion.

During Fiscal Year 2002, the State advance refunded various general obligation bond issues. The State issued $608.3 million of general obligation refunding bonds to provide resources to purchase securities that were placed in escrow for the purpose of generating resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered to be defeased and the liability has been removed from long-term debt. This advance refunding was undertaken to reduce total debt service payments over the next 18 years by $33.4 million and to obtain an economic gain of $7.7 million.

During Fiscal Year 2002, the State advance refunded revenue bonds with a revenue bond refunding. The State issued $1.191 billion of revenue refunding bonds to provide resources to purchase securities that were placed in escrow for the purpose of generating resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered to be defeased and the liability has been removed from long-term debt. This advance refunding was undertaken to reduce total debt service payments over the next 18 years by $51.3 million and to obtain an economic gain of $26.0 million.

In addition, the State (the General Fund) has assisted the New Jersey Sports and Exposition Authority with two types of debt. The first involves use of the State's guarantee on certain bonds issued by the New Jersey Sports and Exposition Authority. The State's liability is contingent upon the Authority's inability to meet such debt service requirements through derived revenues. The State believes that the revenue of the Authority will be sufficient to provide for the payment of debt service on these obligations without recourse to the State's guarantee. The amount outstanding on these bonds as of December 31, 2001, is $71.5 million. The State has never had to make any State guaranteed debt service payments. The second type of debt involves the issuance of State Contract Bonds. The State has contracted with the New Jersey Sports and Exposition Authority to provide annual appropriations to the Authority in amounts sufficient to provide for the debt service on the bonds. During the year, the New Jersey Sports and Exposition Authority issued $136.8 million in variable-rate, State Contract Bonds that were used for refunding purposes. While the bonds bear a weekly interest rate mode, the State converted the bonds by entering into a fixed-rate option. As of June 30, 2002, the amount outstanding on New Jersey Sports and Exposition Authority State Contract Bonds was $699.5 million.

The State may be required to provide appropriations to meet any annual deficiencies in debt service for the South Jersey Port Corporation and the New Jersey Housing and Mortgage Finance Agency. However, the Legislature is not legally bound to make such appropriations for these "moral obligation" bonds. Furthermore, the New Jersey Housing and Mortgage Finance Agency has not had a deficiency in debt service reserve which required the State to appropriate funds.

The State provides the South Jersey Port Corporation with funds to cover all debt service and property tax requirements when the Corporation's earned revenues are anticipated to be insufficient to cover these obligations. On December 1, 2001, the Corporation certified that it would be unable to provide sufficient funds from operations for debt reserve and, therefore, required a State appropriation for Fiscal Year 2002 in the amount of $5.2 million.

C. Capital Lease and Installment Obligations

The State has entered into various lease and installment purchase agreements as a means of acquiring capital assets.

The following is a schedule, by fiscal year, of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2002 (expressed in millions):

Fiscal Year	Amount
2003	$ 82.9
2004	82.7
2005	82.9
2006	79.7
2007	78.6
2008-2012	316.2
2013-2017	127.7
2018-2022	63.0
2023-2027	25.6
Total minimum lease payments	939.3
Less: Amount representing interest	391.0
Present value of lease principal payments	$ 548.3

Installment obligations represent agreements between the State and several authorities which have issued their obligations to purchase or construct facilities to be rented by the State or to provide financing for other State projects. The State agrees to make payments equal to the debt service of the respective authorities' funds, subject to and dependent upon appropriations being made by the State Legislature for such purchases. At the conclusion of the term of the installment agreements, title to the various facilities is to be transferred to the State. The following is a schedule, by fiscal year, of future installment payments together with the present value of net minimum installment payments, as of June 30, 2002 (expressed in millions) for both installment purchases as well as various other installment obligations of the State:

Fiscal Year	Amount
2003	$ 410.9
2004	431.2
2005	417.4
2006	430.4
2007	449.0
2008-2012	2,400.5
2013-2017	2,414.3
2018-2022	2,938.4
2023-2027	2,619.6
2028-2033	1,015.9
Total minimum installment payments	13,527.6
Less: Amount representing interest	8,211.2
Add: Unamortized premium	8.2
Total principal payments	$ 5,324.6

Those obligations identified as certificates of participation represent a series of master lease agreements with a trustee from the sale of certificates of participation. The State is required to make payments that approximate the principal and interest payments to be made by the trustee to certified holders. The following is a schedule, by fiscal year, of future payments together with the present value of net minimum payments, as of June 30, 2002 (expressed in millions):

Fiscal Year	Amount
2003	$ 43.8
2004	36.3
2005	19.4
2006	4.9
2007	2.6
2008-2012	5.8
2013-2017	2.3
Total minimum certificates of participation payments	115.1
Less: Amount representing interest	14.1
Total principal payments	$ 101.0

D. Loans Payable

The New Jersey Automobile Insurance Guaranty Fund has received a loan of $1.3 billion from the New Jersey Property-Liability Insurance Guaranty Association. This loan will be repaid to the Association when the financial obligations of the Joint Underwriters Association (JUA) have been fully satisfied.

E. Net Pension Obligation

As of June 30, 2002, the net pension obligation (NPO) for the State Police Retirement System and the Consolidated Police and Firemen's Retirement System amounted to $81.7 million.

F. Other

This obligation is claims that represent unmatured long-term indebtedness which is required (NCGA Statement 1) to be reported as general long-term liabilities of the government. This includes health ($92.5 million), dental ($3.3 million), and medicaid benefit claims ($224.3 million of which $103.4 million is federally reimbursable) which have been incurred but not been reported.

G. Proprietary Funds/Business-type Activities

Lottery prizes are funded by the purchase of deposit fund contracts which, when matured, will provide amounts sufficient for future payment of installment prizes. Future payment of installment prizes in the amount of $1.1 billion are recorded as noncurrent liabilities in both the fund financial statements and the government-wide statements.

NOTE 10 - OTHER LIABILITIES

Other liabilities presented in the statement of net assets consists principally of revenue refunds payable to taxpayers ($712.8 million).

NOTE 11 - FUND BALANCES

A. Reserved - Other

In the fund financial statements, reservations of fund balance classified as "reserved - other" consists principally of legally mandated escrow balances and long-term loans and receivables due from individuals, municipalities, and authorities, that are considered not currently available for expenditure in subsequent accounting periods. In addition, balances have been reserved in the following funds for purposes described below.

General Fund

The $103.8 million reservation in the General Fund that is considered not currently available for appropriations consists principally of monies set aside to pay claimants whose property has been previously escheated to the State ($68.6 million), long-term advances, receivables due from individuals, estates, municipalities, railroads and other funds ($20.4 million), and a portion of bond receipts which is earmarked to pay debt service in the next fiscal year ($14.8 million).

Fund for Support of Free Public Schools

New Jersey Statutes provide for the establishment of a School Bond Reserve within this fund, in an amount equal to at least one and one-half percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes, exclusive of the debt service for bonds as provided by State appropriations. Accordingly, $84.6 million of this fund balance has been reserved at June 30, 2002.

New Jersey Transportation Trust Fund Authority

In this fund, $577.8 million has been reserved for the payment of future State transportation system costs.

B. Unreserved

In the fund financial statements, unreserved consists of: designated for continuing appropriations, designated for debt service, designated for unrealized gains, and undesignated.

General Fund

The $1.2 billion unreserved balance consists of $944.7 million designated for continuing appropriations, $3.4 million designated for unrealized gains, and $292.3 million undesignated.

NOTE 12 - OTHER FINANCING SOURCES/USES – OTHER

The following items were recorded as other financing sources (uses) –other in the fund financial statements (expressed in millions):

	General Fund	Non-Major Funds
Refunding bonds issued	$ 608.3	$ 1,191.5
Premium related to refunding bonds	51.6	103.8
Proceeds from sale of swaption	9.1	--
Installment obligations issued	794.1	--
Capital lease acquisitions	330.9	--
Certificates of participation issued	5.9	--
Payment to escrow agent on refunding bonds	(659.9)	(1,295.3)
QZAB bond proceeds disbursed to component unit	(8.6)	--
Swaption proceeds disbursed to component unit	(9.1)	--
Other Financing Sources (Uses) - Other	$ 1,122.3	$ --

NOTE 13 - OPERATING LEASES

The State of New Jersey has commitments to lease certain buildings and equipment under arrangements representing operating leases. Future minimum rental commitments for noncancelable operating leases as of June 30, 2002 are as follows (expressed in millions):

Fiscal Year	Amount
2003	$ 27.1
2004	21.2
2005	18.2
2006	15.7
2007	12.4
2008-2012	34.0
Total Future Minimum Lease Payments	$ 128.6

NOTE 14 - RETIREMENT SYSTEMS

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all state and local government employees:

Consolidated Police and Firemen's Pension Fund (CPFPF)--established in January 1952, under the provisions of N.J.S.A. 43:16 to provide coverage to municipal police and firemen who were appointed prior to July 1, 1944. The fund is a closed system with no active members.

Judicial Retirement System (JRS)--established in June 1973, under the provisions of N.J.S.A. 43:6A to provide coverage to all members of the State judiciary system. Membership is mandatory for such employees with vesting after five years of successive service as a judge and 10 years in the aggregate of public service.

Police and Firemen's Retirement System (PFRS)--established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees with vesting occurring after 10 years of membership.

Prison Officers' Pension Fund (POPF)--established in January 1941, under the provisions of N.J.S.A. 43:7 to provide coverage to various employees of the State penal institutions who were appointed prior to January 1, 1960. The fund is a closed system with no active members. New employees of the State penal institutions are enrolled in the Police and Firemen's Retirement System.

Public Employees' Retirement System (PERS)--established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, including post-retirement health care, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

State Police Retirement System (SPRS)--established in July 1965, under the provisions of N.J.S.A. 53:5A to provide coverage to all uniformed officers and troopers of the State Police in the State. Membership is mandatory and vesting occurs after 10 years of membership.

Teachers' Pension and Annuity Fund (TPAF)--established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

Other Pension Funds:

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The State also administers the Central Pension Fund (CPF) which is a single-employer noncontributory defined benefit plan for special groups which are not included in other State-administered systems. There are no employees covered by CPF.

The State also administers the Pension Adjustment Fund (PAF) which provides cost of living increases, equal to 60 percent of the change in the average consumer price index, to eligible retirees in all State-sponsored pension systems except SACT. In the CPFPF, POPF, and CPF, the cost of living increases are payable from the State of New Jersey Pension Adjustment Fund which is funded by the State as benefit allowances become payable. The cost of living increases for PFRS, PERS, TPAF, SPRS, and JRS are funded directly by each of the respective systems and are considered in the annual actuarial calculation of the required State contribution for that system.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds, and trust. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

Basis of Accounting

The financial statements of the Funds are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the Funds. Benefits or refunds are recognized when due and payable in accordance with the terms of the Funds.

Investment Valuation

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund, Common Pension Fund A, Common Pension Fund B, and Common Pension Fund D. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290.

Significant Legislation

Legislation was passed during the year (P.L.2001, c.353) that provides for an increase in the special veterans' retirement allowance and the ordinary and accidental disability retirement allowances for members of the TPAF and PERS. The special veterans retirement allowance increased from 50% to 54.5% of the member's compensation during the highest-paid year of service. The minimum ordinary disability retirement allowance increased from 40% to 43.6% of final average compensation, and the accidental disability retirement allowance increased from 66.66% to 72.7% of the actual annual compensation at the time of the accident. Existing retirees and beneficiaries are eligible for the increases which were effective October 2001.

Chapter 23, Public Law of 2002 provides early retirement incentive benefits to State employees enrolled in the PERS and TPAF who meet specified age and service requirements and who retire within a specified time period that generally extends from February 1, 2002 to July 1, 2002. The incentive benefits include an additional three years of service credit to employees who are at least 50 years of age with at least 25 years of service credit; State paid health care benefits to employees who are at least 60 years of age with a at least 20 but less than 25 years of service credit; an additional monthly benefit of $500 per month for 24 months following the date of retirement to employees who are at least 60 years of age with at least 10, but not more than 20 years of service credit; and an additional pension benefit of 3/55 of the compensation upon which the retirement benefit is based to employees who are at least 55 years of age with 25 or more years of service credit and who retire on a veteran's retirement.

Chapter 259, Public Law of 2001 amends the PERS statutes and creates special retirement benefits for members employed as workers compensation judges. PERS members entitled to the new benefits are the Chief Judge, the administrative supervisory judges, the supervisory judges, and the judges of compensation of the Division of Workers' Compensation of the Department of Labor. Those in eligible titles would receive retirement benefits comparable to those provided to members of the Judicial Retirement System. The effective date of this legislation was December 6, 2001.

Chapter 133, Public Law 2001 increased the retirement benefits under service, deferred and early retirement by changing the formula from 1/60 to 1/55 of final compensation for each year of service. This legislation also increased the retirement benefit for veteran members with 35 or more years of service and reduced the age qualification from 60 to 55. Existing retirees and beneficiaries received a comparable percentage increase in their retirement allowances. This benefit enhancement was effective with the November 1, 2001 benefit payments.

Due to the enactment of 1997 legislation, Chapter 114, P.L. 1997 and Chapter 115, P.L. 1997, the State of New Jersey's portion of the unfunded accrued liability under each retirement system was eliminated. In addition, excess valuation assets have been available to fund, in full or in part, the State of New Jersey's normal contribution from 1997 to 2002, excluding the contribution for post-retirement medical benefits in the PERS and TPAF.

Contribution Requirements

The contribution policy is set by laws of the State of New Jersey and, in most retirement systems, contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The various pension funds provide for employee contributions based on percentages ranging from 3.00 percent to 8.50 percent of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in all Funds except the SACT, CPF, and PAF. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the JRS, PFRS, PERS, SPRS, and TPAF. In the PERS and TPAF, the employer contribution includes funding for post-retirement medical premiums.

During the year ended June 30, 2002 for CPFPF and TPAF, which are cost sharing plans with special funding situations, and for JRS, POPF, and SPRS, which are single employer plans, annual pension cost equals annual required contribution. For PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, the annual pension cost differs from the annual required contribution due to the enactment of Chapter 114, P.L. 1997.

The annual pension cost for the fiscal year ending June 30, 2002 and related information, including a summary of the significant actuarial methods and assumptions used by the Funds, are presented on the following pages. Note that the assumption regarding post-retirement benefit increases has not been disclosed because post-retirement health care benefits are currently being funded on a modified pay-as-you-go basis and not on an actuarial reserve basis.

		CPFPF	JRS	PFRS
Annual Pension Cost (APC)				
State:	**06/30/00**	$ 12,468,727	$ 10,010,428	$ 60,521,749
	06/30/01	1,347,945	9,886,598	--
	06/30/02	2,670,718	13,093,605	--
Local:	**06/30/00**	--	--	214,164,848
	06/30/01	--	--	75,670,018
	06/30/02	--	--	185,415
Contributions Made				
State:	**06/30/00**	--	--	60,521,749
	06/30/01	--	--	--
	06/30/02	506,541	--	--
Local:	**06/30/00**	--	--	214,164,848
	06/30/01	--	--	75,670,018
	06/30/02	--	--	185,415
Percentage of APC Contributed				
State:	**06/30/00**	0.0%	0.0%	100.0%
	06/30/01	0.0%	0.0%	100.0%
	06/30/02	19.0%	0.0%	100.0%
Local:	**06/30/00**	--	--	100.0%
	06/30/01	--	--	100.0%
	06/30/02	--	--	100.0%
Net Pension Obligation				
State:	**06/30/00**	(3,467,799)	(75,151,395)	--
	06/30/01	(2,119,854)	(65,264,797)	--
	06/30/02	44,323	(52,171,192)	--
Local:	**06/30/00**	--	--	--
	06/30/01	--	--	--
	06/30/02	--	--	--
Contribution rates				
State		N/A	23.6%	0.0%
State-related employers		N/A	N/A	0.0%
Employees		N/A	3.0%	8.5%
Significant Actuarial Assumptions and Methods				
Date of actuarial valuation		6/30/01	6/30/01	6/30/01
Actuarial cost method		Projected Unit Credit	Projected Unit Credit	Projected Unit Credit
Amortization method		Level Dollar Closed	Level Dollar Closed	Level Percent Closed
Remaining amortization period		1 year	31 years	30 years
Asset valuation method		Five Year Average of Market Value	Five Year Average of Market Value	Five Year Average of Market Value
Actuarial assumptions				
Investment rate of return		8.75%	8.75%	8.75%
Projected salary increases		N/A	5.95%	5.95%
Cost-of-Living Adjustments		N/A	2.40%	2.40%

		POPF	PERS	SPRS	TPAF
Annual Pension Cost (APC)					
State:	**06/30/00**	$ 2,148,604	$ --	$ 33,020,226	$ 361,722,446
	06/30/01	2,257,482	--	36,063,044	77,627,755
	06/30/02	2,362,253	--	27,066,170	35,021,527
Local:	**06/30/00**	--	20,541,177	--	--
	06/30/01	--	21,670,774	--	--
	06/30/02	--	16,174,534	--	--
Contributions Made					
State:	**06/30/00**	--	--	--	--
	06/30/01	--	--	--	--
	06/30/02	--	--	--	--
Local:	**06/30/00**	--	20,541,177	--	--
	06/30/01	--	21,670,774	--	--
	06/30/02	--	16,174,534	--	--
Percentage of APC Contributed					
State:	**06/30/00**	0.0%	100.0%	0.0%	0.0%
	06/30/01	0.0%	100.0%	0.0%	0.0%
	06/30/02	0.0%	100.0%	0.0%	0.0%
Local:	**06/30/00**	--	100.0%	--	--
	06/30/01	--	100.0%	--	--
	06/30/02	--	100.0%	--	--
Net Pension Obligation					
State:	**06/30/00**	(11,790,683)	--	18,513,293	(534,410,986)
	06/30/01	(9,533,201)	--	54,576,337	(456,783,231)
	06/30/02	(7,170,948)	--	81,642,507	(421,761,704)
Local:	**06/30/00**	--	--	--	--
	06/30/01	--	--	--	--
	06/30/02	--	--	--	--
Contribution rates					
State		N/A	0.0%	14.4%	0.5%
State-related employers		N/A	0.3%	N/A	N/A
Employees		N/A	3.0%	7.5%	4.5%(till 12/31/01) 3.0%(since 1/01/02)
Significant Actuarial Assumptions and Methods					
Date of actuarial valuation		6/30/01	6/30/01	6/30/01	6/30/01
Actuarial cost method		Projected Unit Credit	Projected Unit Credit	Projected Unit Credit	Projected Unit Credit
Amortization method		Level Dollar Closed	Level Percent Closed	Level Dollar Closed	Level Percent Closed
Remaining amortization period		1 year	40 years for UAAL 10 years for Asset Method Change	31 years	40 years for UAAL 10 years for Asset Method Change
Asset valuation method		Market Value	Five Year Average Market Value	Five Year Average Market Value	Five Year Average Market Value
Actuarial assumptions					
Investment rate of return		5.00%	8.75%	8.75%	8.75%
Projected salary increases		N/A	5.95%	5.95%	5.95%
Cost-of-Living Adjustments		N/A	2.40%	2.40%	2.40%

The Annual Pension Cost (APC) and Net Pension Obligation (NPO) for the single employer plans and cost sharing plans with special funding situations, which are administered by the State of New Jersey for the fiscal year ending June 30, 2002 are presented below:

	SINGLE EMPLOYER PLANS		
	JRS	POPF	SPRS
Annual Required Contribution, 6/30/02	$ 15,575,602	$ (2,288,089)	$ 24,990,652
Interest adjustment on NPO	(5,710,670)	(476,660)	4,775,429
Adjustment to Annual Required Contribution	3,228,673	5,127,002	(2,699,911)
APC as of 6/30/02	13,093,605	2,362,253	27,066,170
Total Fiscal Year 2002 Contributions	--	--	--
Increase in NPO	13,093,605	2,362,253	27,066,170
NPO as of June 30, 2001	(65,264,797)	(9,533,201)	54,576,337
NPO as of June 30, 2002	$ (52,171,192)	$ (7,170,948)	$ 81,642,507

	COST SHARING PLANS WITH SPECIAL FUNDING SITUATIONS		
	CPFPF	TPAF	TOTAL ALL PLANS
Annual Required Contribution, 6/30/02	$ 550,864	$ --	$ 38,829,029
Interest adjustment on NPO	(185,487)	(39,968,533)	(41,565,921)
Adjustment to Annual Required Contribution	2,305,341	74,990,060	82,951,165
APC as of 6/30/02	2,670,718	35,021,527	80,214,273
Total Fiscal Year 2002 Contributions	506,541	--	506,541
Increase in NPO	2,164,177	35,021,527	79,707,732
NPO as of June 30, 2001	(2,119,854)	(456,783,231)	(479,124,746))
NPO as of June 30, 2002	$ 44,323	$ (421,761,704)	$ (399,417,014)

NOTE 15 - POST-RETIREMENT MEDICAL BENEFITS

P.L. 1987, c.384 and P.L. 1990, c.6 required the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. As of June 30, 2002, there were 54,493 retirees receiving post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62 Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994 with an additional contribution beginning in Fiscal Year 1996 to maintain a medical reserve that increases by one half of one percent of the active State payroll each year.

Commencing on July 1, 1997, State employees attaining 25 years of service credit after this date in a State administered retirement system and those who retire on disability who elect the Traditional Plan shall be subject to premium sharing based on the negotiated contracts.

The State did not make a contribution to the PERS and TPAF in Fiscal Year 2002 toward the cost of post-retirement medical benefits in accordance with P.L. 2002, c.11; which allowed the State to use available reserves in the Post-Retirement Medical Reserve Funds to cover required pay-as-you-go medical premiums. This legislation also suspends in Fiscal Years 2002 and 2003 the additional post retirement medical contribution to increase the fund balance by one half of one percent of active member salaries for the valuation period. State law provides that post retirement medical contributions resume in Fiscal Year 2004 and will be computed to provide an increase in the reserve fund of three fifths of one percent of active member salaries for the valuation period.

P.L. 1977, c.136, provides for the State's General Fund to pay health benefits on a pay-as-you-go basis for all enrolled retired State employees, regardless of retirement date, under two provisions. The first is for State employees whose pensions are based on 25 years or more of credited service (except those who elect a deferred retirement). The second is for retired State employees who are eligible for a disability retirement regardless of years of service. PERS and TPAF retirees are excluded from the provisions set forth in P.L. 1977, c.136 since their health benefits coverage is funded through each of their respective pension fund systems. The State contributed $34.7 million for 4,567 eligible retired members for Fiscal Year 2002.

The State is also responsible for the cost attributable to P.L. 1992 c.126 which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid $42.8 million toward Chapter 126 benefits for 7,604 eligible retired members in Fiscal Year 2002.

P.L. 1997, c.330 provides State paid post-retirement health benefits to qualified retirees of the Police and Firemen's Retirement System and the Consolidated Police and Firemen's Pension Fund and to dependents of qualified retirees. The State is responsible for 80% of the premium for the category of coverage elected by the retiree under the State managed care plan or a health maintenance organization participating in the program, whichever provides the lower charge. The State contributed $10.5 million in the current year to provide benefits under Chapter 330 to qualified retirees.

NOTE 16 - COMPONENT UNITS

A. Authorities

The accounts of public authorities, private not-for-profit corporations, and similar entities (hereinafter called Authorities) in the accompanying financial statements are derived from their most recently issued annual financial statements. Authorities are legally separate entities that are not operating departments of the State.

The activities of the New Jersey Building Authority and the New Jersey Transportation Trust Fund Authority have been blended into the financial activities of the State as special revenue and debt service funds. All other Authorities have been discretely presented as component units in the State's financial statements in accordance with GASB Statement 14.

The Authorities are managed independently, outside the appropriated budget process, and their powers generally are vested in a governing board. Authorities are established for a variety of purposes for the benefit of the State's citizenry, such as economic development, financing, public transportation, low cost housing, environmental protection, and capital development for health and education. In addition, they are not subject to State constitutional restrictions on the incurrence of debt, which apply to the State itself, and may issue bonds and notes within legislatively authorized amounts.

The Governor, with the approval of the State Senate, appoints the members of the board of most Authorities. Authorities generally submit annual reports to the Governor, the Legislature, and the State Comptroller on their operations and finances accompanied by an independent auditor's report thereon. Authorities also submit to the Governor and the Legislature annual budget information on operations and capital construction. The Governor has from time to time exercised the statutory power to veto actions.

These component units are included in the State's reporting entity because of the significance of their operational or financial relationship with the State. Descriptions of the discretely presented Authorities and addresses from which complete financial statements may be obtained are provided below:

Casino Reinvestment Development Authority (N.J.S.A. 5:12-153)
1014 Atlantic Avenue
Atlantic City, New Jersey 08401
Fiscal Year Ending December 31, 2001

The Authority was created in 1984 to maintain public confidence in the casino gaming industry as a tool of urban redevelopment throughout New Jersey and to directly facilitate the redevelopment of blighted areas by providing eligible projects in which licensees (casinos) can invest. The Authority encourages investment in, or financing of, projects which are made as part of a comprehensive plan to improve blighted areas or are targeted to benefit low through middle income

residents. The Authority is also responsible for promoting the tourist industry in New Jersey, especially in Atlantic County.

New Jersey Meadowlands Commission (N.J.S.A. 13:17-5)
(Formerly Known as Hackensack Meadowlands Development Commission)
1 De Korte Park Plaza
Lyndhurst, New Jersey 07071
Fiscal Year Ending December 31, 2001

The New Jersey Meadowlands Commission is a body corporate and politic established within the Department of Community Affairs under the provisions of the Hackensack Meadowlands Reclamation and Development Act of 1968. Pursuant to the Act, the Commission is authorized and empowered to be the planning and zoning agency for the reclaiming, planning, development, redevelopment, and enhancement, including open space acquisition of the 19,730 acre Meadowlands District.

The District consists of waterways, tidal flow lands, woodlands, marsh, and meadows contained within portions of fourteen municipalities and two counties; Bergen and Hudson. Through the issuance, if needed, of tax-exempt bonds and notes, the Commission is able to raise needed funds.

New Jersey Commerce and Economic Growth Commission (P.L. 1998, c.44)
20 West State Street
P.O. Box 820
Trenton, New Jersey 08625-0820
Fiscal Year Ending June 30, 2002

In accordance with P.L. 1998, c.44 the Department of Commerce and Economic Development, the principal economic development department in the Executive Branch of State Government, was abolished and the New Jersey Commerce and Economic Growth Commission was created. Its mission is to serve as the lead agency for promoting job growth, business growth, and economic development in New Jersey.

New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises (N.J.S.A. 34:1B-49)
36 West State Street
P.O. Box 990
Trenton, New Jersey 08625
Fiscal Year Ending December 31, 2001

The New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprise was established as a public body corporate and politic of the State, pursuant to Chapter 386 of P.L. 1985. The Authority was established to provide financial assistance to small businesses and businesses owned by minorities and women in order to encourage entrepreneurship within these groups.

New Jersey Economic Development Authority (N.J.S.A. 34:1B-4)
36 West State Street
P.O. Box 990
Trenton, New Jersey 08625
Fiscal Year Ending December 31, 2001

The New Jersey Economic Development Authority, created in 1974 as a public body corporate and politic, is authorized to arrange long-term, low-interest financing, and other forms of assistance to private firms and companies for the purpose of maintaining and expanding employment opportunities and enlarging the tax base of state and local governments in the State of New Jersey.

New Jersey Educational Facilities Authority (N.J.S.A. 18A:72A-4)
101 College Road East
Princeton, New Jersey 08540-6601
Fiscal Year Ending December 31, 2001

The New Jersey Educational Facilities Authority was established in 1966 to provide a means for New Jersey public and independent colleges and universities to construct additional facilities through the financial resources of a public authority empowered to sell its debt instruments (bonds, notes, and other obligations). The Authority may finance academic and auxiliary facilities for the public and independent institutions of higher education.

New Jersey Environmental Infrastructure Trust (N.J.S.A. 58:11B-4)
3131 Princeton Pike - Building 6
P. O. Box 440
Trenton, New Jersey 08625
Fiscal Year Ending June 30, 2002

The New Jersey Environmental Infrastructure Trust established in, but not of, the Department of Environmental Protection in 1985, is a body corporate and politic, with corporate succession. The purpose of the Trust is to make loans and guarantee debt incurred by local government units in financing the cost of wastewater treatment system projects.

The Trust may from time to time issue bonds, notes, or other obligations in any principal amounts that the Trust deems necessary, up to an aggregate principal amount of $600 million, in order to provide sufficient funds to carry out its purpose.

New Jersey Health Care Facilities Financing Authority (N.J.S.A. 26:2I-4)
Station Plaza Bldg. #4
South Clinton and Yard Avenues
P.O. Box 366
Trenton, New Jersey 08625
Fiscal Year Ending December 31, 2001

The New Jersey Health Care Facilities Financing Authority, established in 1972 as a public body corporate and politic of the State, provides low-cost capital financing for the public and private not-for-profit health care institutions of the State.

New Jersey Higher Education Student Assistance Authority (N.J.S.A. 18A:71A-1 et. seq.)
P.O. Box 540
Trenton, New Jersey 08625-0540
Fiscal Year Ending June 30, 2002

This Authority was established to provide a single agency for the coordination and delivery of student financial assistance in the State of New Jersey. The Authority serves as the Guaranty Agency for the Federal Family Education Loan (FFEL) Program and the issuer of State of New Jersey College Loans to Assist State Students (NJCLASS) supplementary loan program. The authority also administers the State Tuition Aid Grants (TAG), scholarship programs, and the State College Savings Program, known as the New Jersey Better Educational Trust (NJBEST).

New Jersey Highway Authority (N.J.S.A. 27:12B-4)
Executive Offices
Garden State Parkway
Woodbridge, New Jersey 07095
Fiscal Year Ending December 31, 2001

The New Jersey Highway Authority, created in 1952 as a body corporate and politic, is authorized to acquire, construct, operate, and maintain highway projects (specifically the toll portions of the Garden State Parkway) with the provision that the Governor shall have the right to veto any action, except collective bargaining; and that the approval of the Governor and State Treasurer or Comptroller shall be required prior to adoption of any bond resolution or revision of tolls. The Authority has also been responsible for construction and maintenance of the PNC Arts Center.

New Jersey Housing and Mortgage Finance Agency (N.J.S.A. 55:14K-4)
637 South Clinton Avenue
P. O. Box 18550
Trenton, New Jersey 08650-2085
Fiscal Year Ending June 30, 2002

The Housing and Mortgage Finance Agency (HMFA) makes mortgage and improvement loans to nonprofit and limited dividend sponsors for the construction or major rehabilitation of rental apartment housing for low and moderate-income families and senior citizens. In addition to providing financing, the Agency monitors and provides technical support in the planning, construction, and management of all developments in its portfolio. HMFA mortgage loan funds come from the sale of tax-exempt revenue bonds.

In promoting the availability of affordable homeownership financing, the Agency also provides low-interest mortgage and improvement loans to eligible residents throughout the State. Proceeds from the sale of tax-exempt mortgage revenue bonds enable the Agency to finance the purchase and improvement of one to four unit residences.

New Jersey Redevelopment Authority (N.J.S.A 55:19-1)
225 East State Street
P. O. Box 790
Trenton, New Jersey 08625
Fiscal Year Ending December 31, 2001

The New Jersey Redevelopment Authority was created pursuant to Chapter 62 of P.L. 1996, effective July 13, 1996, to provide assistance in the redevelopment and revitalization of New Jersey cities. The Authority is to provide financial, managerial, and technical assistance to persons, firms, or corporations that wish to undertake industrial, commercial, or civic projects within qualified municipalities.

New Jersey Sports and Exposition Authority (N.J.S.A. 5:10-4)
50 Route 120
East Rutherford, New Jersey 07073
Fiscal Year Ending December 31, 2001

The New Jersey Sports and Exposition Authority, established in 1971 as a public body corporate and politic with corporate succession, has been responsible for the financing, construction, and management of the Meadowlands Racetrack and Giants Stadium, both of which opened in 1976, and the Continental Airlines Arena which opened in July, 1981. The Authority is charged with the responsibility to own, operate, and build various facilities, located in the State of New Jersey, including the Atlantic City Convention Center Authority, for athletic and entertainment events, trade shows, and other expositions, and is authorized to issue bonds and notes and to provide the terms and security thereof.

New Jersey Transit Corporation (N.J.S.A. 27:25-1)
One Penn Plaza East
Newark, New Jersey 07105
Fiscal Year Ending June 30, 2002

New Jersey Transit Corporation (NJ TRANSIT) was created by the New Jersey Public Transportation Act of 1979 and is empowered to acquire, own, operate, and contract for the operation of public transportation services.

NJ TRANSIT receives operating subsidies principally from the State of New Jersey by legislative appropriation and the Federal Government by defined formula grants under the Urban Mass Transportation Administration (UMTA). These government grants are used to support the operation of public transportation services.

NJ TRANSIT provides these services through the operation of bus and commuter rail subsidiaries. NJ TRANSIT also contracts with several motor bus carriers for certain transportation services. Under these contracts, NJ TRANSIT has the right to set fares and coordinate service levels and schedules. In addition, NJ TRANSIT contracts with the National Railroad Passenger Corporation (Amtrak) for the maintenance of certain NJ TRANSIT rolling stock and the use of Amtrak's northeast corridor, including propulsion costs and the cost of maintaining right-of-way.

New Jersey Turnpike Authority (N.J.S.A. 27:23-3)
P. O. Box 1121
New Brunswick, New Jersey 08903
Fiscal Year Ending December 31, 2001

The New Jersey Turnpike Authority, created as a body corporate and politic by the New Jersey Turnpike Authority Act of 1948, is authorized to construct, maintain, repair, and operate turnpike projects at locations established by law. Furthermore, the Authority may issue turnpike revenue bonds or notes of the Authority, subject to prior approval by the Governor and by either or both the State Treasurer and Comptroller, payable solely from tolls and other revenues of the Authority.

New Jersey Water Supply Authority (N.J.S.A. 58:1B-4)
P. O. Box 5196
Clinton, New Jersey 08809
Fiscal Year Ending June 30, 2002

The New Jersey Water Supply Authority, created in 1981 as a public body corporate and politic, is authorized to acquire, finance, construct, and operate water supply systems. The Authority currently operates and maintains the Delaware and Raritan Canal and the Spruce Run/Round Valley Reservoir water supply system.

The Authority may, upon the request of a municipality, county, the State, or agencies thereof, enter into a contract to provide services for any water system project. All projects undertaken by the Authority shall conform to the recommendations of the New Jersey Statewide Water Supply Plan. Bonds of the Authority may be issued to finance these projects and the debt service on the bonds is payable from the revenues and other funds of the Authority.

South Jersey Port Corporation (N.J.S.A. 12:11A-1)
Second and Beck Streets
Camden, New Jersey 08104
Fiscal Year Ending December 31, 2001

The South Jersey Port Corporation, established as a public body corporate and politic of the State, was created in 1968 by the South Jersey Port Corporation Act. The Act conferred upon the Corporation the powers to establish, acquire, construct, rehabilitate, improve, operate, and maintain marine terminals in the South Jersey Port District, including Mercer, Burlington, Camden, Gloucester, Salem, Cumberland, and Cape May counties. To this end, the Corporation may issue tax-exempt revenue bonds subject to the provisions and restrictions of the Marine Terminal Revenue Bond Resolution adopted November 30, 1970, which mandates the distribution of funds to various Port Corporation funds.

South Jersey Transportation Authority (P.L. 1991, c.252)
Farley Service Plaza
P. O. Box 351
Hammonton, New Jersey 08037
Fiscal Year Ending December 31, 2001

The South Jersey Transportation Authority created in 1992 is authorized and empowered to acquire, construct, maintain, operate, and support expressway and transportation projects including the Atlantic County International Airport. The Authority may issue revenue bonds or notes of the Authority subject to prior approval by the Governor and by either or both the State Treasurer and Comptroller, payable solely from tolls and other revenues of the Authority.

C. Colleges and Universities

Effective July 1, 1987, State colleges, whose revenues and expenditures were previously accounted for in the General Fund of the State of New Jersey, were given autonomous status as a result of Chapters 42 and 88 of Public Law of 1988.

The financial statements of the colleges and universities have been prepared in accordance with Governmental Accounting Standards Board Statement No. 35, "Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities." These component units are included in the State's reporting entity because of the significance of their operational or financial relationships with the State and fiscal dependency on the State. The colleges and universities are funded through State appropriations, tuition, federal grants, and private donations and grants. Because the colleges and universities are similar in nature and function, their statements have been discretely presented in the statement of net assets and the statement of activities. They are presented in two categories, major and nonmajor. This distinction is determined by the relative size of an entity's assets, liabilities, revenues, and expenditures in relation to the total of all the colleges and universities. Except for New Jersey Institute of Technology (NJIT) and Rutgers, The State University of New Jersey (Rutgers), the financial statements do not include the financial activity related to foundations and similar organizations within the colleges and universities. Because of their significant operational and fiscal relationship with the universities, these foundations of NJIT and Rutgers are presented as component units of these universities.

Separately issued independent audited financial statements may be directly obtained from the colleges and universities. Addresses and web-sites of the colleges and universities are presented below:

The College of New Jersey (N.J.S.A. 18A:62-1)
Office of Budget and Finance
Administrative Services Building
2000 Pennington Road
Ewing, New Jersey 08628-0718
www.tcnj.edu/

Thomas Edison State College (N.J.S.A. 18A:62-1)
Controller's Office
101 West State Street
Trenton, New Jersey 08608
www.tesc.edu/

Kean University (N.J.S.A. 18A:62-1)
1000 Morris Avenue
Union, New Jersey 07083
www.kean.edu/

Montclair State University (N.J.S.A. 18A:62-1)
Vice President for Finance
One Normal Avenue
Upper Montclair, New Jersey 07043
www.montclair.edu/

New Jersey City University (N.J.S.A. 18A:62-1)
Controller's Office
2039 Kennedy Boulevard
Jersey City, New Jersey 07305
www.njcu.edu

New Jersey Institute of Technology (N.J.S.A. 18A:64E-4)
Vice President for Finance and Controller
323 Martin Luther King Jr. Boulevard
University Heights
Newark, New Jersey 07102-1982
www.njit.edu/

The William Paterson University of New Jersey (N.J.S.A. 18A:62-1)
University Controller
College Hall
358 Hamburg Turnpike
Wayne, New Jersey 07470
ww2.wpunj.edu/

Ramapo College of New Jersey (N.J.S.A. 18A:62-1)
Director of Business Services
505 Ramapo Valley Road
Mahwah, New Jersey 07430
www.ramapo.edu/

Rowan University (N.J.S.A. 18A:62-1)
Controller's Office
Bole Administration Building
201 Mullica Hill Road
Glassboro, New Jersey 08028
www.rowan.edu/

Rutgers, The State University of New Jersey (N.J.S.A. 18A:65-12)
Division of University Accounting
65 Davidson Road
Piscataway, New Jersey 08854-5603
www.rutgers.edu/

The Richard Stockton College of New Jersey (N.J.S.A. 18A:62-1)
Office of Fiscal Affairs, J210
P.O. Box 195
Pomona, New Jersey 08240-195
www2.stockton.edu/

University of Medicine and Dentistry of New Jersey (N.J.S.A. 18A:64G-4)
Liberty Plaza – Fourth Floor, Suite 4200
335 George Street
New Brunswick, New Jersey 08903-2688
www.umdnj.edu/

NOTE 17 - CONTINGENT LIABILITIES

General Fund

At any given time, there are various numbers of tort, contract, and other claims and cases pending against the State, State agencies, and employees, seeking recovery of monetary damages. The majority of these claims have historically proven to be substantially less value than originally claimed. The State does not formally estimate its reserve representing potential exposure for these claims and cases. As of June 30, 2002, the exact amount involved in these legal proceedings is not fully determinable.

Special Revenue Funds

New Jersey Lawyers Fund for Client Protection

Claims of approximately $16.6 million have been filed against this Fund by individuals and companies seeking reimbursement for losses resulting from the alleged dishonest conduct by members of the Bar of the State of New Jersey. Under present rules and regulations of the Fund, the total maximum amount that may be awarded is $11.2 million. The ultimate disposition of these claims is not determinable at this time.

New Jersey Spill Compensation Fund

As of June 30, 2002, various claims have been filed against the Fund by third parties for damages caused by spills. These claims have not reached the stage in the judicial process where reasonable amounts have been established, and therefore, are not classified as liabilities under generally accepted accounting principles.

Real Estate Guaranty Fund

Claim payments, as certified by court orders, are made to persons aggrieved by the unlawful practices of real estate brokers or salesmen. As of June 30, 2002, there were various cases pending with a maximum possible exposure to the Fund of approximately $0.6 million. The ultimate disposition of these claims is not determinable at this time.

Sanitary Landfill Facility Contingency Fund

Various claims totaling approximately $30.6 million have been filed against this Fund by individuals, local municipalities, and school districts. In addition, there are a number of similar claims for unspecified dollar amounts which are pending. The ultimate disposition of these claims is not determinable at this time.

University of Medicine and Dentistry of New Jersey – Self Insurance Reserve Fund

The State has the ultimate liability for tort and malpractice claims in excess of the resources of the Fund.

Capital Projects Funds

Due to delays in construction and design problems, various claims for damages have been filed with respect to the Special Transportation Fund in the amount of $15.9 million. Fund management is presently evaluating the claims. There has been no determination as to the ultimate amount for which this Fund will be liable.

Pension and Other Employee Benefits Trust Funds

Police and Firemen's Retirement System (PFRS)

In this suit, plaintiff seeks to represent a class of persons who applied for and received accidental disability retirement benefits under PFRS prior to April 1, 1991. The class would challenge their omission from recent legislation that provided enhanced retirement benefits only to those people who retired after April 1, 1991. The State is unable at this time to estimate its exposure for this claim.

Federal Programs

Under the terms of various grant awards, expenditures from Federal funds are subject to audit. As of June 30, 2002, audits of expenditures for Fiscal Year 2002 and prior years may not be completed. Disallowances which may result from these audits are not determinable at this time. As of June 30, 2002, it is management's opinion that disallowances, if any, would not be material.

NOTE 18 – SUBSEQUENT EVENTS

Short-term Debt

On July 16, 2002, the State issued $1.9 billion of a $2.6 billion authorization in tax and revenue anticipation notes, the aggregate principal to be used to provide effective cash flow management to fund the imbalances that occur in the collection and disbursement of various governmental purposes. The final maturity of these notes is June 12, 2003.

Long-term Debt

On July 30, 2002 the State issued $395.0 million of general obligation bonds for various, voter-approved purposes which included a tax-exempt series totaling $367.3 million and a taxable series totaling $27.7 million. Interest is payable semi-annually on August 1 and February 1 commencing on February 1, 2003. Final maturity for the bonds is August 1, 2022.

On October 2, 2002 the New Jersey Economic Development Authority, in accordance with the Educational Facilities Construction and Financing Act, issued $600.0 million in school construction bonds for the purpose of partially funding the school facilities construction program. Interest is payable semi-annually on June 15 and December 15, commencing on June 15, 2003. Final maturity on the bonds is June 15, 2027.

On November 20, 2002 the State issued $300.4 million of state general obligation bonds, refunding bonds, Series J in order to refund various general obligation bonds of the State. Interest is payable semi-annually on January 15 and July 15, commencing on January 15, 2003. Final maturity on the bonds is July 15, 2011.

On November 21, 2002 the New Jersey Educational Facilities Authority, in accordance with the Higher Education Capital Improvement Fund Act, issued $194.6 million of bonds for the purpose of partially funding building and equipment needs of the State's public and private higher education institutions. Interest is payable semi-annually on March 1 and September 1, commencing on March 1, 2003. Final maturity on the bonds is September 1, 2022.

On November 26, 2002 the New Jersey Building Authority issued $275.9 million in bonds, which included $210.5 million to refund a portion of its 1997 Series bonds. The remainder, $65.4 million were issued to help construct State Museum projects, the multipurpose State Police facility Troop “C” headquarters and communications center project, and the Ewing Township State Police Office of Emergency Management and emergency operations center project. Interest is payable semi-annually on June 15 and December 15, commencing June 15, 2003. Final maturity on the bonds is December 15, 2022.

STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	GENERAL FUND			
	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Taxes	$ 10,315,646,000	$ 9,459,648,690	$ 9,615,364,634	$ 155,715,944
Federal and other grants	8,383,898,783	8,518,305,821	6,550,140,246	(1,968,165,575)
Licenses and fees	1,049,321,067	1,107,870,481	778,060,921	(329,809,560)
Services and assessments	2,163,388,966	2,202,079,995	1,286,395,363	(915,684,632)
Investment earnings	29,352,000	--	17,617,400	17,617,400
Contributions	--	--	18,249	18,249
Other	1,609,580,000	1,804,045,266	3,050,212,725	1,246,167,459
Total revenues	23,551,186,816	23,091,950,253	21,297,809,538	(1,794,140,715)
OTHER FINANCING SOURCES				
Transfers from other funds	2,032,185,000	2,553,353,126	2,488,335,947	(65,017,179)
Total other financing sources	2,032,185,000	2,553,353,126	2,488,335,947	(65,017,179)
Total revenues and other financing sources	25,583,371,816	25,645,303,379	23,786,145,485	(1,859,157,894)
EXPENDITURES				
Public safety and criminal justice	2,796,861,491	2,837,448,491	2,447,191,912	390,256,579
Physical and mental health	9,398,734,581	9,467,875,862	8,477,882,223	989,993,639
Educational, cultural, and intellectual development	4,178,268,198	4,289,424,895	3,928,562,438	360,862,457
Community development and environmental management	1,520,428,382	1,526,618,826	1,000,674,694	525,944,132
Economic planning, development, and security	3,064,934,861	3,092,430,947	2,502,792,556	589,638,391
Transportation programs	480,669,085	481,227,000	382,919,355	98,307,645
Government direction, management, and control	3,729,398,379	3,957,806,531	3,356,982,014	600,824,517
Special government services	319,593,220	321,657,936	229,639,632	92,018,304
Total expenditures	25,488,888,197	25,974,490,488	22,326,644,824	3,647,845,664
OTHER FINANCING USES				
Transfers to other funds	1,273,788,602	2,827,599,497	2,827,599,497	--
Total other financing uses	1,273,788,602	2,827,599,497	2,827,599,497	--
Total expenditures and other financing uses	26,762,676,799	28,802,089,985	25,154,244,321	3,647,845,664
Net change in fund balance	(1,179,304,983)	(3,156,786,606)	(1,368,098,836)	1,788,687,770
FUND BALANCE - JULY 1, 2001	3,298,698,405	3,298,698,405	3,298,698,405	--
FUND BALANCE - JUNE 30, 2002	$ 2,119,393,422	$ 141,911,799	$ 1,930,599,569	$ 1,788,687,770

PROPERTY TAX RELIEF FUND

Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
$ 8,545,150,000	$ 6,771,000,000	$ 6,836,992,402	$ 65,992,402
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
8,545,150,000	6,771,000,000	6,836,992,402	65,992,402
--	1,531,207,395	1,531,207,395	--
--	1,531,207,395	1,531,207,395	--
8,545,150,000	8,302,207,395	8,368,199,797	65,992,402
--	--	--	--
--	--	--	--
6,638,695,553	6,538,695,553	6,267,203,110	271,492,443
966,634,861	971,199,861	944,409,870	26,789,991
--	--	--	--
--	--	--	--
1,204,633,000	1,339,633,000	1,327,431,274	12,201,726
--	--	--	--
8,809,963,414	8,849,528,414	8,539,044,254	(310,484,160)
--	--	--	--
--	--	--	--
8,809,963,414	8,849,528,414	8,539,044,254	310,484,160
(264,813,414)	(547,321,019)	(170,844,457)	376,476,562
181,563,073	181,563,073	181,563,073	--
$ (83,250,341)	$ (365,757,946)	$ 10,718,616	$ 376,476,562

(Continued on next page)

STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE (Continued)
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	NON-MAJOR GOVERNMENTAL FUNDS			
	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Taxes	$ 359,400,000	$ 349,500,000	$ 347,915,634	$ (1,584,366)
Federal and other grants	--	--	--	--
Licenses and fees	59,703,000	64,637,000	61,979,465	(2,657,535)
Services and assessments	--	--	--	--
Investment earnings	1,600,000	1,000,000	1,103,330	103,330
Contributions	--	--	--	--
Other	1,500,000	65,873,701	65,179,030	(694,671)
Total revenues	422,203,000	481,010,701	476,177,459	(4,833,242)
OTHER FINANCING SOURCES				
Transfers from other funds	2,000,000	24,603,500	24,603,500	--
Total other financing sources	2,000,000	24,603,500	24,603,500	--
Total revenues and other financing sources	424,203,000	505,614,201	500,780,959	(4,833,242)
EXPENDITURES				
Public safety and criminal justice	44,879,047	47,320,047	46,022,700	1,297,347
Physical and mental health	377,766,294	377,766,294	377,350,016	416,278
Educational, cultural, and intellectual development	19,635,000	19,635,000	19,588,788	46,212
Community development and environmental management	--	--	--	--
Economic planning, development, and security	6,174,000	6,174,000	6,174,000	--
Transportation programs	24,821,000	24,821,000	24,821,000	--
Government direction, management, and control	26,053,991	26,053,991	24,740,762	1,313,229
Special government services	92,956	92,956	87,709	5,247
Total expenditures	499,422,288	501,863,288	498,784,975	(3,078,313)
OTHER FINANCING USES				
Transfers to other funds	--	--	--	--
Total other financing uses	--	--	--	--
Total expenditures and other financing uses	499,422,288	501,863,288	498,784,975	3,078,313
Net change in fund balance	(75,219,288)	3,750,913	1,995,984	(1,754,929)
FUND BALANCE - JULY 1, 2001	38,527,651	38,527,651	38,527,651	--
FUND BALANCE - JUNE 30, 2002	$ (36,691,637)	$ 42,278,564	$ 40,523,635	$ (1,754,929)

TOTAL GOVERNMENTAL FUNDS

Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
$ 19,220,196,000	$ 16,580,148,690	$ 16,800,272,670	$ 220,123,980
8,383,898,783	8,518,305,821	6,550,140,246	(1,968,165,575)
1,109,024,067	1,172,507,481	840,040,386	(332,467,095)
2,163,388,966	2,202,079,995	1,286,395,363	(915,684,632)
30,952,000	1,000,000	18,720,730	17,720,730
--	--	18,249	18,249
1,611,080,000	1,869,918,967	3,115,391,755	1,245,472,788
32,518,539,816	30,343,960,954	28,610,979,399	(1,732,981,555)
2,034,185,000	4,109,164,021	4,044,146,842	(65,017,179)
2,034,185,000	4,109,164,021	4,044,146,842	(65,017,179)
34,552,724,816	34,453,124,975	32,655,126,241	(1,797,998,734)
2,841,740,538	2,884,768,538	2,493,214,612	391,553,926
9,776,500,875	9,845,642,156	8,855,232,239	990,409,917
10,836,598,751	10,847,755,448	10,215,354,336	632,401,112
2,487,063,243	2,497,818,687	1,945,084,564	552,734,123
3,071,108,861	3,098,604,947	2,508,966,556	589,638,391
505,490,085	506,048,000	407,740,355	98,307,645
4,960,085,370	5,323,493,522	4,709,154,050	614,339,472
319,686,176	321,750,892	229,727,341	92,023,551
34,798,273,899	35,325,882,190	31,364,474,053	3,334,283,191
1,273,788,602	2,827,599,497	2,827,599,497	--
1,273,788,602	2,827,599,497	2,827,599,497	--
36,072,062,501	38,153,481,687	34,192,073,550	3,961,408,137
(1,519,337,685)	(3,700,356,712)	(1,536,947,309)	2,163,409,403
3,518,789,129	3,518,789,129	3,518,789,129	--
$ 1,999,451,444	$ (181,567,583)	$ 1,981,841,820	$ 2,163,409,403

STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE
BUDGET-TO-GAAP RECONCILIATION--MAJOR FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	General Fund	Property Tax Relief Fund
Sources/inflows of resources:		
Total revenues and other financing sources--actual amounts (budgetary basis) from the budgetary comparison schedule	$23,786,145,485	$8,368,199,797
Differences--budget to GAAP:		
Receipt of federal food stamp coupons is not a budgetary resource but is revenue for financial reporting purposes (GASB 24).	314,795,625	--
Proceeds from the sale of general obligation refunding bonds are not inflows of budgetary resources but are other financing sources for financial reporting purposes.	659,861,189	--
Proceeds from the sale of school construction bonds by the Economic Development Authority are not inflows of budgetary resources but are other financing sources for financial reporting purposes.	8,600,000	--
Premiums from the exercise of a call option, in accordance with the New Jersey Sports and Exposition Authority Swaption agreement, are not inflows of budgetary resources but are other financing sources for financial reporting purposes.	9,135,000	--
Additions to other debt are not inflows of budgetary resources but are other financing sources for financial reporting purposes.	1,122,317,062	--
Revenues in other funds are not inflows of budgetary resources but have been incorporated into revenues for financial reporting purposes.	124,070,635	--
Total revenues and other financing sources as reported on the GAAP-basis statement of revenues, expenditures, and changes in fund balances--governmental funds	$26,024,924,996	$8,368,199,797

	General Fund	Property Tax Relief Fund
Uses/outflows of resources:		
Total expenditures and other financing uses--actual amounts (budgetary basis) from the budgetary comparison schedule	$25,154,244,321	$8,539,044,254
Differences--budget to GAAP:		
Encumbrances for items ordered but not received is reported in the year the resources are encumbered for budgetary purposes, but in the year the items are received for financial reporting purposes.	(789,337,295)	(4,053,721)
Expenditures in prior budget fiscal year accounts are reported in the year the resources are encumbered for budgetary purposes, but in the year the funds are disbursed for financial reporting purposes.	808,775,928	7,717,983
Loans and travel advances are outflows of budgetary resources but are not expenditures for financial reporting purposes.	(12,380,756)	(242,293)
Miscellaneous accruals are not outflows of budgetary resources but are expenditures for financial reporting purposes.	25,763,373	--
Distribution of federal food stamp coupons is not a budgetary outflow but is an expenditure for financial reporting purposes (GASB 24).	314,795,625	--
General obligation refunding bonds proceeds deposited with fiscal agent are not outflows of budgetary resources but are other financing uses for financial reporting purposes.	659,861,189	--
School construction bonds proceeds distributed to the Economic Development Authority are not outflows of budgetary resources but are other financing uses for financial reporting purposes.	8,600,000	--
Call option premiums distributed to the New Jersey Sports and Exposition Authority, in accordance with the Swaption agreement, are not outflows of budgetary resources but are other financing uses for financial reporting purposes.	9,135,000	--
Additions to other debt are not budgetary outflows but are expenditures for financial reporting purposes.	1,122,317,062	--
Expenditures in other funds are not outflows of budgetary resources but have been incorporated into expenditures for financial reporting purposes.	283,909,359	--
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances--governmental funds	$27,585,683,806	$8,542,466,223

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
ALL PENSION TRUST FUNDS

Plan / Actuarial Valuation	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
PERS - State						
6/30/99	8,879,920,323	7,823,576,056	(1,056,344,267)	113.5%	2,928,470,790	(36.1)%
6/30/00	9,743,727,383	8,538,685,222	(1,205,042,161)	114.1%	3,094,280,664	(38.9)%
6/30/01	11,123,818,861	9,886,463,368	(1,237,355,493)	112.5%	3,288,383,788	(37.6)%
PERS - Local						
6/30/99	13,171,311,650	11,163,283,877	(2,008,027,773)	118.0%	4,655,241,261	(43.1)%
6/30/00	14,380,511,913	12,007,160,806	(2,373,351,107)	119.8%	4,910,962,708	(48.3)%
6/30/01	16,625,288,260	13,819,038,491	(2,806,249,769)	120.3%	5,240,338,738	(53.6)%
TPAF						
6/30/99	27,457,451,678	25,546,083,289	(1,911,368,389)	107.5%	6,254,198,406	(30.6)%
6/30/00	30,203,205,322	27,404,618,051	(2,798,587,271)	110.2%	6,571,641,181	(42.6)%
6/30/01	35,351,379,511	32,745,357,185	(2,606,022,326)	108.0%	6,948,381,383	(37.5)%
PFRS - State						
6/30/99	1,717,248,151	1,534,470,501	(182,777,650)	111.9%	362,949,950	(50.4)%
6/30/00	1,884,870,936	1,666,842,906	(218,028,030)	113.1%	363,360,250	(60.0)%
6/30/01	1,991,299,968	1,866,140,391	(125,159,577)	106.7%	398,118,379	(31.4)%
PFRS - Local						
6/30/99	14,536,570,357	13,894,951,617	(641,618,740)	104.6%	1,971,087,124	(32.6)%
6/30/00	15,644,750,281	14,924,699,712	(720,050,569)	104.8%	2,055,781,766	(35.0)%
6/30/01	16,083,153,842	16,056,446,646	(26,707,196)	100.2%	2,163,590,060	(1.2)%
SPRS						
6/30/99	1,600,165,104	1,469,144,146	(131,020,958)	108.9%	178,203,420	(73.5)%
6/30/00	1,752,423,441	1,512,909,805	(239,513,636)	115.8%	188,466,237	(127.1)%
6/30/01	1,829,414,353	1,626,631,656	(202,782,697)	112.5%	199,727,203	(101.5)%
JRS						
6/30/99	352,858,160	313,873,659	(38,984,501)	112.4%	48,886,350	(79.7)%
6/30/00	374,486,433	350,920,345	(23,566,088)	106.7%	55,514,214	(42.5)%
6/30/01	379,592,346	372,760,069	(6,832,277)	101.8%	57,800,334	(11.8)%
CPFPF						
6/30/99	54,018,660	52,226,208	(1,792,452)	103.4%	N/A	N/A
6/30/00	46,078,644	46,544,429	465,785	99.0%	N/A	N/A
6/30/01	38,656,261	41,658,355	3,002,094	92.8%	N/A	N/A
POPF						
6/30/99	19,137,919	15,292,629	(3,845,290)	125.1%	N/A	N/A
6/30/00	18,268,489	14,216,588	(4,051,901)	128.5%	N/A	N/A
6/30/01	18,269,899	12,994,567	(5,275,332)	140.6%	N/A	N/A

STATE OF NEW JERSEY
BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2002

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Non-Major Governmental Funds
ASSETS				
Cash and cash equivalents	$ 18,008,936	$ --	$ 525,042	$ 18,533,978
Investments	2,829,383,528	38,229,886	20,978,151	2,888,591,565
Receivables, net of allowances for uncollectibles				
Federal government	--	--	93,163,488	93,163,488
Departmental accounts	629,282,556	--	150,867,782	780,150,338
Loans	869,494,098	--	5,000,000	874,494,098
Other	38,274,168	--	2,886,967	41,161,135
Due from other funds	293,343,704	--	6,787,838	300,131,542
Other	2,711,752	6,426,260	--	9,138,012
Total Assets	$ 4,680,498,742	$ 44,656,146	$ 280,209,268	$ 5,005,364,156
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable and accrued expenses	$ 450,991,191	$ 6,426,260	$ 147,301,563	$ 604,719,014
Deferred revenue	17,349,410	--	--	17,349,410
Due to other funds	461,356,764	--	252,731,711	714,088,475
Other	11,036,135	--	861,758	11,897,893
Interest Payable	--	13,049,487	--	13,049,487
Total Liabilities	940,733,500	19,475,747	400,895,032	1,361,104,279
Fund Balances				
Reserved for:				
Encumbrances	639,071,360	--	99,934,938	739,006,298
Other	1,566,140,447	--	5,000,000	1,571,140,447
Unreserved:				
Designed-continuing appropriations	682,283,373	--	8,539,140	690,822,513
Debt service	--	25,180,399	--	25,180,399
Unrealized gains	35,574,936	--	--	35,574,936
Undesignated	816,695,126	--	(234,159,842)	582,535,284
Total Fund Balances	3,739,765,242	25,180,399	(120,685,764)	3,644,259,877
Total Liabilities and Fund Balances	$ 4,680,498,742	$ 44,656,146	$ 280,209,268	$ 5,005,364,156

STATE OF NEW JERSEY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Non-Major Governmental Funds
REVENUES				
Taxes	$ 1,743,949,244	$ --	$ --	$ 1,743,949,244
Federal and other grants	92,517,973	--	701,029,246	793,547,219
Licenses and fees	96,999,869	--	--	96,999,869
Services and assessments	418,493,121	--	612,088	419,105,209
Investment earnings	82,382,456	1,067,457	3,817,666	87,267,579
Contributions	110,322	--	--	110,322
Other	411,116,608	--	85,373	411,201,981
Total Revenues	2,845,569,593	1,067,457	705,544,373	3,552,181,423
EXPENDITURES				
Current:				
Public safety and criminal justice	84,434,947	--	3,180,209	87,615,156
Physical and mental health	404,361,388	--	990,912	405,352,300
Educational, cultural, and intellectual development	36,855,821	--	543,665	37,399,486
Community development and environmental management	366,421,881	--	--	366,421,881
Economic planning, development, and security	797,020,463	--	1,098,815	798,119,278
Transportation programs	31,003,715	--	1,828,792,160	1,859,795,875
Government direction, management, and control	223,209,863	--	399,237	223,609,100
Special government services	425,765	--	--	425,765
Debt Service:				
Principal	--	399,414,047	--	399,414,047
Interest	--	439,159,398	--	439,159,398
Total Expenditures	1,943,733,843	838,573,445	1,835,004,998	4,617,312,286
Excess (deficiency) of revenues over expenditures	901,835,750	(837,505,988)	(1,129,460,625)	(1,065,130,863)
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of bonds	1,014,615,383	--	--	1,014,615,383
Transfers from (to) other funds	(1,977,513,961)	861,176,012	904,235,704	(212,102,245)
Total other financing sources (uses)	(962,898,578)	861,176,012	904,235,704	802,513,138
Excess (deficiency) of revenues and other sources over expenditures and other uses	(61,062,828)	23,670,024	(225,224,921)	(262,617,725)
Fund balances - July 1, 2001 (Restated)	3,800,828,070	1,510,375	104,539,157	3,906,877,602
Fund balances - June 30, 2002	$ 3,739,765,242	$ 25,180,399	$ (120,685,764)	$ 3,644,259,877

STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Alcohol Education, Rehabilitation and Enforcement Fund	Atlantic City Parking Fees Fund	Atlantic City Tourism Promotion Fund
ASSETS			
Cash and cash equivalents	$ --	$ 7,810	$ 10,001
Investments	5,937,064	1,708,752	240,302
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	1,361,423	729,767
Loans	--	--	--
Other	--	--	--
Due from other funds	2,170,968	--	--
Other	--	--	--
Total Assets	$ 8,108,032	$ 3,077,985	$ 980,070
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ 631,649	$ 1,684,018	$ 236,769
Deferred revenue	--	--	--
Due to other funds	1,999,602	--	--
Other	--	--	--
Total Liabilities	2,631,251	1,684,018	236,769
Fund Balances			
Reserved for:			
Encumbrances	3,932,603	--	--
Other	--	--	--
Unreserved:			
Designated-continuing appropriations	--	1,393,967	743,301
Unrealized gains	--	--	--
Undesignated	1,544,178	--	--
Total Fund Balances	5,476,781	1,393,967	743,301
Total Liabilities and Fund Balances	$ 8,108,032	$ 3,077,985	$ 980,070

Beaches and Harbor Fund	Board of Bar Examiners	Boarding House Rental Assistance Fund	Body Armor Replacement Fund
$ 103	$ 7,221	$ 712	$ 456,199
4,327	2,556,221	1,085,630	5,107,098
--	--	--	382,686
--	--	--	--
39,129	--	--	--
--	--	200	--
1,348,353	--	--	--
$ 1,391,912	$ 2,563,442	$ 1,086,542	$ 5,945,983
$ --	$ 517,163	$ --	$ 16,083
--	--	--	--
39,559	--	243,000	75,000
--	--	--	--
39,559	517,163	243,000	91,083
4,000	--	--	443,492
1,348,353	--	--	--
--	--	--	--
--	--	--	--
--	2,046,279	843,542	5,411,408
1,352,353	2,046,279	843,542	5,854,900
$ 1,391,912	$ 2,563,442	$ 1,086,542	$ 5,945,983

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Capital City Redevelopment Loan and Grant Fund	Casino Control Fund	Casino Revenue Fund
ASSETS			
Cash and cash equivalents	$ 22,426	$ 51,000	$ --
Investments	1,434,423	--	--
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	6,604,574	29,446,381
Loans	84,941	--	--
Other	--	--	--
Due from other funds	--	8,399,819	45,055,419
Other	--	--	--
Total Assets	$ 1,541,790	$ 15,055,393	$ 74,501,800
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ --	$ 4,769,552	$ 31,241,757
Deferred revenue	--	8,204,000	--
Due to other funds	309,576	--	--
Other	--	--	--
Total Liabilities	309,576	12,973,552	31,241,757
Fund Balances			
Reserved for:			
Encumbrances	--	696,885	43,260,043
Other	84,941	--	--
Unreserved:			
Designated-continuing appropriations	1,147,273	1,384,956	--
Unrealized gains	--	--	--
Undesignated	--	--	--
Total Fund Balances	1,232,214	2,081,841	43,260,043
Total Liabilities and Fund Balances	$ 1,541,790	$ 15,055,393	$ 74,501,800

Casino Simulcasting Fund	Casino Simulcasting Special Fund	Catastrophic Illness in Children Relief Fund	Clean Communities Account Fund
$ 20,155	$ --	$ --	$ 179,991
1,455,669	7,399,748	9,547,065	1,438,668
--	--	6,680,000	645,054
--	--	--	--
--	--	--	--
--	--	302,313	--
--	--	--	--
$ 1,475,824	$ 7,399,748	$ 16,529,378	$ 2,263,713
$ --	$ 3,794,944	$ 111,516	$ 2,577
--	--	--	--
--	--	1,094,983	725,000
--	--	--	--
--	3,794,944	1,206,499	727,577
--	--	28,061	37,007
--	--	--	--
--	--	--	--
--	--	--	--
1,475,824	3,604,804	15,294,818	1,499,129
1,475,824	3,604,804	15,322,879	1,536,136
$ 1,475,824	$ 7,399,748	$ 16,529,378	$ 2,263,713

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Clean Waters Fund	Community Development Bond Fund	Cultural Centers and Historic Preservation Fund
ASSETS			
Cash and cash equivalents	$ 3,752	$ 40	$ 22,961
Investments	2,235,881	--	4,111,750
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	--
Loans	--	--	--
Other	--	--	--
Due from other funds	--	--	--
Other	--	--	--
Total Assets	$ 2,239,633	$ 40	$ 4,134,711
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ 13,154	$ --	$ 32,301
Deferred revenue	--	--	--
Due to other funds	106,286	--	2,273,495
Other	32,465	40	35,968
Total Liabilities	151,905	40	2,341,764
Fund Balances			
Reserved for:			
Encumbrances	555,538	--	5,162,931
Other	--	--	--
Unreserved:			
Designated-continuing appropriations	--	--	--
Unrealized gains	--	--	--
Undesignated	1,532,190	--	(3,369,984)
Total Fund Balances	2,087,728	--	1,792,947
Total Liabilities and Fund Balances	$ 2,239,633	$ 40	$ 4,134,711

1992 Dam Restoration and Clean Waters Trust Fund	1989 Development Potential Bank Transfer Fund	Developmental Disabilities Waiting List Reduction Fund	Disciplinary Oversight Committee
$ 234,784	$ 30,000	$ --	$ 265,781
6,750,788	3,375,558	9,821,951	3,190,059
--	--	--	--
8,331,583	--	--	--
44,897	--	--	20,142
--	--	--	--
--	--	--	--
$ 15,362,052	$ 3,405,558	$ 9,821,951	$ 3,475,982
$ --	$ --	$ 210,978	$ 1,832,826
--	--	--	--
--	67,165	3,796,744	--
54,744	37,626	667,495	--
54,744	104,791	4,675,217	1,832,826
2,616,724	--	2,506,272	--
8,331,583	--	--	--
3,907,606	3,300,767	2,640,462	--
--	--	--	22,937
451,395	--	--	1,620,219
15,307,308	3,300,767	5,146,734	1,643,156
$ 15,362,052	$ 3,405,558	$ 9,821,951	$ 3,475,982

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Division of Motor Vehicles Surcharge Fund	Dredging and Containment Facility Fund	Drinking Water State Revolving Fund
ASSETS			
Cash and cash equivalents	$ 341,123	$ 23,086	$ 34,810
Investments	4,325,514	7,855,168	37,283,112
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	--
Loans	--	--	40,070,891
Other	--	--	--
Due from other funds	1,330,058	20,124,120	1,837,822
Other	--	--	--
Total Assets	$ 5,996,695	$ 28,002,374	$ 79,226,635
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ 3,390,016	$ 13,997	$ --
Deferred revenue	--	--	1,803,515
Due to other funds	--	--	--
Other	--	467,880	--
Total Liabilities	3,390,016	481,877	1,803,515
Fund Balances			
Reserved for:			
Encumbrances	--	52,642,545	6,072,531
Other	--	--	40,070,891
Unreserved:			
Designated-continuing appropriations	--	--	27,852,848
Unrealized gains	--	--	--
Undesignated	2,606,679	(25,122,048)	3,426,850
Total Fund Balances	2,606,679	27,520,497	77,423,120
Total Liabilities and Fund Balances	$ 5,996,695	$ 28,002,374	$ 79,226,635

1996 Economic Development Site Fund	Emergency Flood Control Fund	Emergency Medical Technician Training Fund	Emergency Services Fund
$ 71,944	$ 12,787	$ --	$ 2,519
2,153,959	350,863	10,055,225	14,660,545
--	--	--	--
2,174,232	--	--	10,000
--	--	--	--
--	--	--	415,446
--	--	--	--
$ 4,400,135	$ 363,650	$ 10,055,225	$ 15,088,510
$ --	$ --	$ 58,685	$ 15,944
--	--	--	--
2,387,865	10,406	251,860	--
--	--	--	--
2,387,865	10,406	310,545	15,944
--	--	39,075	1,637,847
2,174,232	--	--	10,000
--	336,851	--	11,557,292
--	--	--	--
(161,962)	16,393	9,705,605	1,867,427
2,012,270	353,244	9,744,680	15,072,566
$ 4,400,135	$ 363,650	$ 10,055,225	$ 15,088,510

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Enterprise Zone Assistance Fund	1996 Environmental Cleanup Fund	1989 Farmland Preservation Fund
ASSETS			
Cash and cash equivalents	$ 5,946	$ 19,987	$ 2,971
Investments	191,941,675	489,450	325,874
Receivables, net of allowances for uncollectibles			
Departmental accounts	2,479,509	--	--
Loans	--	--	--
Other	--	--	--
Due from other funds	2,536,935	862	--
Other	--	--	--
Total Assets	$ 196,964,065	$ 510,299	$ 328,845
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ 1,887,206	$ --	$ --
Deferred revenue	1,950,982	--	--
Due to other funds	7,758,888	515,312	--
Other	--	--	156,280
Total Liabilities	11,597,076	515,312	156,280
Fund Balances			
Reserved for:			
Encumbrances	87,307,566	--	--
Other	--	--	--
Unreserved:			
Designated-continuing appropriations	--	--	170,476
Unrealized gains	--	--	--
Undesignated	98,059,423	(5,013)	2,089
Total Fund Balances	185,366,989	(5,013)	172,565
Total Liabilities and Fund Balances	$ 196,964,065	$ 510,299	$ 328,845

1992 Farmland Preservation Fund	1995 Farmland Preservation Fund	Fund for Support of Free Public Schools	Garden State Farmland Preservation Trust Fund
$ 19,242	$ 42,261	$ 30,614	$ --
4,205,641	12,556,501	128,686,153	26,043,761
--	--	--	--
--	--	--	--
--	--	1,102,384	--
--	--	976,062	939,786
--	--	--	--
$ 4,224,883	$ 12,598,762	$ 130,795,213	$ 26,983,547
$ --	$ 8,414	$ 5,319	$ 759,668
--	--	--	--
400,147	--	8,561,679	--
489,649	667,345	--	--
889,796	675,759	8,566,998	759,668
--	11,432	--	210,933
--	--	84,554,904	--
1,776,622	11,244,226	--	--
--	--	32,804,471	--
1,558,465	667,345	4,868,840	26,012,946
3,335,087	11,923,003	122,228,215	26,223,879
$ 4,224,883	$ 12,598,762	$ 130,795,213	$ 26,983,547

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Garden State Green Acres Preservation Trust Fund	Garden State Historic Preservation Trust Fund	Green Trust Fund
ASSETS			
Cash and cash equivalents	$ --	$ 33,202	$ 180,443
Investments	2,602,826	17,335,526	16,723,619
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	--
Loans	11,193,858	--	73,530,544
Other	--	--	379,222
Due from other funds	845,475	--	1,927,320
Other	--	--	--
Total Assets	$ 14,642,159	$ 17,368,728	$ 92,741,148
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ 2,499,838	$ 401,609	$ --
Deferred revenue	--	--	--
Due to other funds	--	--	--
Other	--	--	31,699
Total Liabilities	2,499,838	401,609	31,699
Fund Balances			
Reserved for:			
Encumbrances	120,535,014	7,849,915	16,786,248
Other	11,193,858	--	73,530,544
Unreserved:			
Designated-continuing appropriations	--	8,011,420	2,392,657
Unrealized gains	--	--	--
Undesignated	(119,586,551)	1,105,784	--
Total Fund Balances	12,142,321	16,967,119	92,709,449
Total Liabilities and Fund Balances	$ 14,642,159	$ 17,368,728	$ 92,741,148

Hazardous Discharge Fund of 1981	Hazardous Discharge Fund of 1986	Hazardous Discharge Site Cleanup Fund	Health Care Subsidy Fund
$ 40,892	$ 92,897	$ 2,473,890	$ 150,094
212,047	11,387,077	66,411,479	20,220,755
--	--	--	303,239,719
--	--	--	--
--	--	8,302,494	--
--	249,872	4,551,925	9,360,297
--	--	--	--
$ 252,939	$ 11,729,846	$ 81,739,788	$ 332,970,865
$ --	$ 7,108,952	$ 3,558,740	$ 557,224
--	--	--	--
36,160	--	16,108,732	300,711,850
35,830	578,604	--	--
71,990	7,687,556	19,667,472	301,269,074
--	45,660,060	28,895,678	43,643
--	--	8,302,494	--
--	--	33,476,054	--
--	--	--	--
180,949	(41,617,770)	(8,601,910)	31,658,148
180,949	4,042,290	62,072,316	31,701,791
$ 252,939	$ 11,729,846	$ 81,739,788	$ 332,970,865

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Higher Education Facility Renovation and Rehabilitation Fund	1992 Historic Preservation Fund	1995 Historic Preservation Fund
ASSETS			
Cash and cash equivalents	$ 4,745	$ 20,275	$ 16,675
Investments	312,211	1,670,502	1,418,330
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	--
Loans	--	--	--
Other	--	--	--
Due from other funds	1,000,000	--	--
Other	--	--	--
Total Assets	$ 1,316,956	$ 1,690,777	$ 1,435,005
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ --	$ 34,634	$ 41,024
Deferred revenue	--	--	--
Due to other funds	--	--	--
Other	--	253,385	18,214
Total Liabilities	--	288,019	59,238
Fund Balances			
Reserved for:			
Encumbrances	631,670	1,814,813	2,529,042
Other	--	--	--
Unreserved:			
Designated-continuing appropriations	368,075	--	--
Unrealized gains	--	--	--
Undesignated	317,211	(412,055)	(1,153,275)
Total Fund Balances	1,316,956	1,402,758	1,375,767
Total Liabilities and Fund Balances	$ 1,316,956	$ 1,690,777	$ 1,435,005

Historic Preservation Revolving Loan Fund	Horse Racing Injury Compensation Fund	Housing Assistance Fund	Jobs, Education and Competitiveness Fund
$ 60,232	$ 21,497	$ 4,387	$ 6,120
3,342,678	3,616,837	4,179,466	4,431,184
--	--	--	--
378,837	--	2,877,117	--
3,757	--	24,540	--
--	--	--	--
--	--	--	--
$ 3,785,504	$ 3,638,334	$ 7,085,510	$ 4,437,304
$ --	$ --	$ --	$ --
--	--	--	--
--	--	147,205	1,191,643
3,139	--	--	262,024
3,139	--	147,205	1,453,667
--	--	--	5,550,418
378,837	--	2,877,117	--
--	--	--	--
--	--	--	--
3,403,528	3,638,334	4,061,188	(2,566,781)
3,782,365	3,638,334	6,938,305	2,983,637
$ 3,785,504	$ 3,638,334	$ 7,085,510	$ 4,437,304

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Jobs, Science and Technology Fund	Korean Veterans' Memorial Fund	1996 Lake Restoration Fund
ASSETS			
Cash and cash equivalents	$ 7,756	$ 4,406	$ 6,748
Investments	43,285	3,324	1,436,304
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	--
Loans	--	--	1,103,146
Other	--	--	--
Due from other funds	--	--	--
Other	--	--	--
Total Assets	$ 51,041	$ 7,730	$ 2,546,198
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ --	$ --	$ 10,373
Deferred revenue	--	--	--
Due to other funds	1,283	1,056,576	--
Other	--	--	--
Total Liabilities	1,283	1,056,576	10,373
Fund Balances			
Reserved for:			
Encumbrances	--	2,000	365,356
Other	--	--	1,103,146
Unreserved:			
Designated-continuing appropriations	49,758	--	--
Unrealized gains	--	--	--
Undesignated	--	(1,050,846)	1,067,323
Total Fund Balances	49,758	(1,048,846)	2,535,825
Total Liabilities and Fund Balances	$ 51,041	$ 7,730	$ 2,546,198

Luxury Tax Fund	Medical Education Facilities Fund	Mortgage Assistance Fund	Mutual Workers' Compensation Security Fund
$ 4,820	$ 2,400	$ 5,234	$ 20,571
445,573	528,212	1,909,942	10,340,905
1,408,543	--	--	--
--	--	12,092,067	--
--	--	831,391	--
--	--	--	--
--	--	--	--
$ 1,858,936	$ 530,612	$ 14,838,634	$ 10,361,476
$ --	$ --	$ --	$ --
--	--	--	--
--	15,668	1,012,349	--
--	--	--	--
--	15,668	1,012,349	--
--	--	--	--
--	--	12,092,067	--
1,858,936	514,944	1,288,341	--
--	--	--	--
--	--	445,877	10,361,476
1,858,936	514,944	13,826,285	10,361,476
$ 1,858,936	$ 530,612	$ 14,838,634	$ 10,361,476

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Natural Resources Fund	New Home Warranty Security Fund	New Jersey Automobile Insurance Guaranty Fund
ASSETS			
Cash and cash equivalents	$ 21,763	$ 88,708	$ 54,740
Investments	4,297,731	29,868,872	200,810,164
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	--
Loans	96,140	--	--
Other	16,201	--	1,890,044
Due from other funds	--	114,061	2,064,546
Other	561,220	--	--
Total Assets	$ 4,993,055	$ 30,071,641	$ 204,819,494
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ --	$ 31,530	$ 410,360
Deferred revenue	--	--	--
Due to other funds	145,477	887,300	--
Other	--	--	--
Total Liabilities	145,477	918,830	410,360
Fund Balances			
Reserved for:			
Encumbrances	11,256,805	--	--
Other	96,140	--	16,041,434
Unreserved:			
Designated-continuing appropriations	--	--	--
Unrealized gains	--	--	--
Undesignated	(6,505,367)	29,152,811	188,367,700
Total Fund Balances	4,847,578	29,152,811	204,409,134
Total Liabilities and Fund Balances	$ 4,993,055	$ 30,071,641	$ 204,819,494

New Jersey Building Authority	1995 New Jersey Coastal Blue Acres Trust Fund	New Jersey Cultural Trust Fund	1983 New Jersey Green Acres Fund
$ --	$ 53,596	$ 176	$ 11,929
126,050,203	1,210,053	11,932,728	15,624,786
--	--	--	--
--	794,402	--	--
--	5,720	--	--
--	--	--	5,031,030
712,106	--	--	--
$ 126,762,309	$ 2,063,771	$ 11,932,904	$ 20,667,745
$ 7,723,512	$ --	$ --	$ --
--	--	--	--
--	--	--	810,971
1,144,913	78,855	--	--
8,868,425	78,855	--	810,971
--	1,296,366	--	10,935
--	794,402	--	--
117,893,884	--	11,640,176	522,715
--	--	--	--
--	(105,852)	292,728	19,323,124
117,893,884	1,984,916	11,932,904	19,856,774
$ 126,762,309	$ 2,063,771	$ 11,932,904	$ 20,667,745

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	1989 New Jersey Green Acres Fund	1992 New Jersey Green Acres Fund	1995 New Jersey Green Acres Fund
ASSETS			
Cash and cash equivalents	$ 40,078	$ 38,333	$ --
Investments	6,753,049	2,774,830	1,811,849
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	--
Loans	--	--	--
Other	--	--	--
Due from other funds	--	--	--
Other	--	--	--
Total Assets	$ 6,793,127	$ 2,813,163	$ 1,811,849
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ 14,049	$ 19,597	$ 1,092,731
Deferred revenue	--	--	--
Due to other funds	--	--	--
Other	69,096	993,979	489,327
Total Liabilities	83,145	1,013,576	1,582,058
Fund Balances			
Reserved for:			
Encumbrances	1,351,264	654,438	3,654,279
Other	--	--	--
Unreserved:			
Designated-continuing appropriations	3,523,072	889,940	--
Unrealized gains	--	--	--
Undesignated	1,835,646	255,209	(3,424,488)
Total Fund Balances	6,709,982	1,799,587	229,791
Total Liabilities and Fund Balances	$ 6,793,127	$ 2,813,163	$ 1,811,849

1989 New Jersey Green Trust Fund	1992 New Jersey Green Trust Fund	1995 New Jersey Green Trust Fund	1995 New Jersey Inland Blue Acres Fund
$ 541,029	$ 208,199	$ 65,815	$ --
32,721,942	2,003,108	885,470	2,241,922
--	--	--	--
68,871,203	36,211,085	49,816,462	--
301,595	163,506	466,768	--
--	--	--	--
--	--	--	--
$ 102,435,769	$ 38,585,898	$ 51,234,515	$ 2,241,922
$ --	$ --	$ --	$ 104,210
--	--	--	--
--	--	19,498,826	--
1,102,127	879,996	521,595	38,223
1,102,127	879,996	20,020,421	142,433
9,223,528	22,291,949	23,970,174	262,800
68,871,203	36,211,085	49,816,462	--
23,238,911	--	--	3,174,134
--	--	--	--
--	(20,797,132)	(42,572,542)	(1,337,445)
101,333,642	37,705,902	31,214,094	2,099,489
$ 102,435,769	$ 38,585,898	$ 51,234,515	$ 2,241,922

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	New Jersey Insolvent Health Maintenance Fund	New Jersey Lawyers' Fund for Client Protection	New Jersey Local Development Financing Fund
ASSETS			
Cash and cash equivalents	$ 2,120	$ 2,163,499	$ --
Investments	12,973,475	12,460,002	20,388,057
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	--
Loans	--	--	29,391,920
Other	--	144,333	94,422
Due from other funds	--	--	--
Other	--	4,385	--
Total Assets	$ 12,975,595	$ 14,772,219	$ 49,874,399
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ --	$ 211,787	$ --
Deferred revenue	--	--	--
Due to other funds	513,475	--	--
Other	--	--	14,591
Total Liabilities	513,475	211,787	14,591
Fund Balances			
Reserved for:			
Encumbrances	--	--	--
Other	--	--	29,392,120
Unreserved:			
Designated-continuing appropriations	12,462,120	--	20,467,688
Unrealized gains	--	265,646	--
Undesignated	--	14,294,786	--
Total Fund Balances	12,462,120	14,560,432	49,859,808
Total Liabilities and Fund Balances	$ 12,975,595	$ 14,772,219	$ 49,874,399

New Jersey Spill Compensation Fund	New Jersey Spinal Cord Research Fund	New Jersey Transportation Trust Fund Authority	New Jersey Workforce Development Partnership Fund	Petroleum Overcharge Reimbursement Fund
$ 171,047	$ 18,164	$ --	$ --	$ --
21,721,758	6,899,282	698,745,769	49,921,770	13,127,607
--	--	29,041,667	33,364,302	--
--	--	--	--	3,675,000
7,060,223	--	--	--	--
2,323,870	--	--	6,124,330	--
--	--	--	--	--
$ 31,276,898	$ 6,917,446	$ 727,787,436	$ 89,410,402	$ 16,802,607
$ 985,565	$ 11,779	$ 149,996,521	$ 6,560,516	$ 141,769
--	--	--	--	4,491,651
9,275,375	223,318	--	7,052,573	19,394
--	--	--	36,599	--
10,260,940	235,097	149,996,521	13,649,688	4,652,814
10,036,774	1,555,534	--	31,314,814	1,208,442
--	--	577,756,416	--	3,675,000
--	--	34,499	43,108,608	7,147,574
--	--	--	--	--
10,979,184	5,126,815	--	1,337,292	118,777
21,015,958	6,682,349	577,790,915	75,760,714	12,149,793
$ 31,276,898	$ 6,917,446	$ 727,787,436	$ 89,410,402	$ 16,802,607

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Pinelands Infrastructure Trust Fund	Pollution Prevention Fund	Real Estate Guaranty Fund
ASSETS			
Cash and cash equivalents	$ 1,640,756	$ 142,661	$ 7,415
Investments	2,245,283	4,021,544	1,957,111
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	2,431,000	--
Loans	5,347,262	--	--
Other	71,223	--	--
Due from other funds	--	105,056	110,195
Other	--	--	--
Total Assets	$ 9,304,524	$ 6,700,261	$ 2,074,721
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ --	$ --	$ --
Deferred revenue	--	--	--
Due to other funds	--	2,866,838	--
Other	--	--	--
Total Liabilities	--	2,866,838	--
Fund Balances			
Reserved for:			
Encumbrances	234,364	--	--
Other	5,347,262	--	--
Unreserved:			
Designated-continuing appropriations	1,235,591	--	--
Unrealized gains	--	--	--
Undesignated	2,487,307	3,833,423	2,074,721
Total Fund Balances	9,304,524	3,833,423	2,074,721
Total Liabilities and Fund Balances	$ 9,304,524	$ 6,700,261	$ 2,074,721

Resource Recovery and Solid Waste Disposal Facility Fund	Safe Drinking Water Fund	Sanitary Landfill Facility Contingency Fund	Shore Protection Fund	State Disability Benefit Fund
$ 3,824	$ 26,999	$ --	$ 28,529	$ 68,953
71,025	5,137,418	11,307,295	10,658,175	46,479,220
--	424,291	--	--	183,152,539
--	--	--	1,004,703	--
--	--	157,381	81,760	558,285
400,801	--	46,462	--	35,748,375
--	--	--	85,688	--
$ 475,650	$ 5,588,708	$ 11,511,138	$ 11,858,855	$ 266,007,372
$ --	$ 125,099	$ 1,884,130	$ --	$ 42,215,511
--	--	--	--	--
31,482,019	1,355,356	189,093	415,811	12,533,396
250,593	--	--	--	826,006
31,732,612	1,480,455	2,073,223	415,811	55,574,913
--	902,908	1,154,284	1,222,834	--
--	--	--	1,004,703	--
493,795	3,205,345	--	4,835,164	--
--	--	--	--	--
(31,750,757)	--	8,283,631	4,380,343	210,432,459
(31,256,962)	4,108,253	9,437,915	11,443,044	210,432,459
$ 475,650	$ 5,588,708	$ 11,511,138	$ 11,858,855	$ 266,007,372

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	State Land Acquisition and Development Fund	State Recreation and Conservation Land Acquisition and Development Fund	State Recycling Fund
ASSETS			
Cash and cash equivalents	$ 1,924	$ 52	$ 26,148
Investments	59,688	1,599,163	3,251,059
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	237,979
Loans	--	--	2,189,287
Other	--	--	--
Due from other funds	--	--	--
Other	--	--	--
Total Assets	$ 61,612	$ 1,599,215	$ 5,704,473
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ 33,630	$ --	$ --
Deferred revenue	--	--	--
Due to other funds	1,017,043	50,311	1,027,058
Other	13,756	--	--
Total Liabilities	1,064,429	50,311	1,027,058
Fund Balances			
Reserved for:			
Encumbrances	1,054,681	1,232,116	633,065
Other	--	--	2,189,287
Unreserved:			
Designated-continuing appropriations	--	316,788	--
Unrealized gains	--	--	--
Undesignated	(2,057,498)	--	1,855,063
Total Fund Balances	(1,002,817)	1,548,904	4,677,415
Total Liabilities and Fund Balances	$ 61,612	$ 1,599,215	$ 5,704,473

Stock Workers' Compensation Security Fund	Stormwater Management and Combined Sewer Overflow Abatement Fund	Superior Court of New Jersey Trust Fund	Supplemental Workforce Fund for Basic Skills	Tobacco Settlement Fund
$ 3,460	$ 27,991	$ 7,017,097	$ 13,272	$ --
60,003,857	3,900,977	135,312,656	12,992,736	28,285,940
--	--	--	--	--
--	--	--	--	--
--	--	1,726,972	--	--
543,398	--	--	1,147,885	287,122
--	--	--	--	--
$ 60,550,715	$ 3,928,968	$ 144,056,725	$ 14,153,893	$ 28,573,062
$ --	$ 267,572	$ 142,298,553	$ --	$ --
--	--	--	--	--
--	--	--	202,926	4,434,235
--	189,022	--	--	--
--	456,594	142,298,553	202,926	4,434,235
--	10,145,347	--	1,297,810	--
--	--	--	--	--
--	--	--	11,437,536	21,100,000
--	--	616,291	--	--
60,550,715	(6,672,973)	1,141,881	1,215,621	3,038,827
60,550,715	3,472,374	1,758,172	13,950,967	24,138,827
$ 60,550,715	$ 3,928,968	$ 144,056,725	$ 14,153,893	$ 28,573,062

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Trial Attorney Certification Program	Unclaimed Child Support Trust Fund	Unclaimed Utility Deposits Trust Fund
ASSETS			
Cash and cash equivalents	$ 2,413	$ 9,473	$ 2,754
Investments	135,690	1,977,251	1,788,369
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	--
Loans	--	--	--
Other	--	--	--
Due from other funds	--	--	2,726,000
Other	--	--	--
Total Assets	$ 138,103	$ 1,986,724	$ 4,517,123
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ 60,151	$ --	$ 2,639,363
Deferred revenue	--	--	--
Due to other funds	--	--	52,369
Other	--	--	--
Total Liabilities	60,151	--	2,691,732
Fund Balances			
Reserved for:			
Encumbrances	--	--	--
Other	--	--	--
Unreserved:			
Designated-continuing appropriations	--	--	--
Unrealized gains	--	--	--
Undesignated	77,952	1,986,724	1,825,391
Total Fund Balances	77,952	1,986,724	1,825,391
Total Liabilities and Fund Balances	$ 138,103	$ 1,986,724	$ 4,517,123

Unemployment Compensation Auxiliary Fund	University of Medicine and Dentistry of New Jersey - Self-Insurance Reserve Fund	Unsatisfied Claim and Judgment Fund	Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund	Vietnam Veterans' Memorial Fund
$ 212	$ 2,620	$ --	$ 93,286	$ 95,384
1,139,927	61,408,612	214,381,774	67,233	--
--	24,985,122	--	--	--
--	--	--	6,612,359	--
2,613,106	690,762	10,043,039	--	--
15,696	--	1,733,922	175,284	--
--	--	--	--	--
$ 3,768,941	$ 87,087,116	$ 226,158,735	$ 6,948,162	$ 95,384
$ --	$ 4,578,890	$ 23,876,341	$ 256,051	$ --
--	--	--	--	--
3,685,117	--	908,000	6,684,517	--
81,655	--	--	--	--
3,766,772	4,578,890	24,784,341	6,940,568	--
--	--	--	4,444,313	--
--	--	8,642,548	6,612,359	--
--	--	--	--	--
--	1,865,591	--	--	--
2,169	80,642,635	192,731,846	(11,049,078)	95,384
2,169	82,508,226	201,374,394	7,594	95,384
$ 3,768,941	$ 87,087,116	$ 226,158,735	$ 6,948,162	$ 95,384

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Volunteer Emergency Service Organizations Loan Fund	Wastewater Treatment Fund	1992 Wastewater Treatment Fund
ASSETS			
Cash and cash equivalents	$ 3,124	$ 12,707	$ 56,274
Investments	1,272,410	247,256,095	1,398,591
Receivables, net of allowances for uncollectibles			
Departmental accounts	--	--	--
Loans	1,628,181	384,071,524	15,345,448
Other	--	--	--
Due from other funds	--	77,266,060	--
Other	--	--	--
Total Assets	$ 2,903,715	$ 708,606,386	$ 16,800,313
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ --	$ --	$ --
Deferred revenue	--	899,262	--
Due to other funds	--	--	1,552,199
Other	--	--	407,061
Total Liabilities	--	899,262	1,959,260
Fund Balances			
Reserved for:			
Encumbrances	140,360	5,653,471	8,186,384
Other	1,628,181	384,071,524	15,345,448
Unreserved:			
Designated-continuing appropriations	--	267,274,702	--
Unrealized gains	--	--	--
Undesignated	1,135,174	50,707,427	(8,690,779)
Total Fund Balances	2,903,715	707,707,124	14,841,053
Total Liabilities and Fund Balances	$ 2,903,715	$ 708,606,386	$ 16,800,313

Water Conservation Fund	Water Supply Fund	Water Supply Replacement Trust Fund	Worker and Community Right to Know Fund	Total Non-Major Special Revenue Funds
$ 1,590	$ 152,481	$ 129	$ 10,702	$ 18,008,936
987,449	17,928,990	164,051	63,035	2,829,383,528
--	--	--	2,668,000	629,282,556
409,194	112,182,712	--	--	869,494,098
7,918	1,432,954	--	--	38,274,168
--	55,223,848	--	131,064	293,343,704
--	--	--	--	2,711,752
$ 1,406,151	$ 186,920,985	$ 164,180	$ 2,872,801	$ 4,680,498,742
$ --	$ 2,894	$ 2,150	$ --	$ 450,991,191
--	--	--	--	17,349,410
63,581	884,199	--	2,627,954	461,356,764
106,354	--	--	--	11,036,135
169,935	887,093	2,150	2,627,954	940,733,500
--	46,696,389	155,590	--	639,071,360
409,194	112,182,712	--	--	1,566,140,447
510,495	12,347,364	6,440	--	682,283,373
--	--	--	--	35,574,936
316,527	14,807,427	--	244,847	816,695,126
1,236,216	186,033,892	162,030	244,847	3,739,765,242
$ 1,406,151	$ 186,920,985	$ 164,180	$ 2,872,801	$ 4,680,498,742

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Alcohol Education, Rehabilitation and Enforcement Fund	Atlantic City Parking Fees Fund	Atlantic City Tourism Promotion Fund
REVENUES			
Taxes	$ 11,000,000	$ 15,638,832	$ 7,764,042
Federal and other grants	--	--	--
Licenses and fees	2,009,860	--	--
Services and assessments	--	--	--
Investment earnings	143,053	--	13,534
Contributions	--	--	--
Other	--	--	--
Total Revenues	13,152,913	15,638,832	7,777,576
EXPENDITURES			
Current:			
Public safety and criminal justice	1,718,767	--	--
Physical and mental health	10,102,042	--	--
Educational, cultural, and intellectual development	--	--	--
Community development and environmental management	--	--	--
Economic planning, development, and security	--	--	--
Transportation programs	--	--	--
Government direction, management, and control	--	15,886,507	7,321,020
Special government services	--	--	--
Total Expenditures	11,820,809	15,886,507	7,321,020
Excess (deficiency) of revenues over expenditures	1,332,104	(247,675)	456,556
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	(1,999,602)	--	--
Total other financing sources (uses)	(1,999,602)	--	--
Excess (deficiency) of revenues and other sources over expenditures and other uses	(667,498)	(247,675)	456,556
Fund balances - July 1, 2001 (Restated)	6,144,279	1,641,642	286,745
Fund balances - June 30, 2002	$ 5,476,781	$ 1,393,967	$ 743,301

Beaches and Harbor Fund	Board of Bar Examiners	Boarding House Rental Assistance Fund	Body Armor Replacement Fund
$ --	$ --	$ --	$ --
--	--	--	--
--	2,385,178	--	--
--	--	--	--
39,560	34,829	55,774	132,607
--	--	--	--
--	42,498	200	4,186,493
39,560	2,462,505	55,974	4,319,100
--	1,922,531	--	2,971,842
--	--	--	--
--	--	--	--
--	--	710,191	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	1,922,531	710,191	2,971,842
39,560	539,974	(654,217)	1,347,258
--	--	--	--
(39,560)	--	(243,000)	(75,000)
(39,560)	--	(243,000)	(75,000)
--	539,974	(897,217)	1,272,258
1,352,353	1,506,305	1,740,759	4,582,642
$ 1,352,353	$ 2,046,279	$ 843,542	$ 5,854,900

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Capital City Redevelopment Loan and Grant Fund	Casino Control Fund	Casino Revenue Fund
REVENUES			
Taxes	$ --	$ --	$ 347,915,634
Federal and other grants	--	--	--
Licenses and fees	--	61,979,465	--
Services and assessments	--	--	--
Investment earnings	58,832	242,185	861,145
Contributions	--	--	--
Other	--	--	64,373,701
Total Revenues	58,832	62,221,650	413,150,480
EXPENDITURES			
Current:			
Public safety and criminal justice	--	35,132,419	--
Physical and mental health	--	--	373,206,208
Educational, cultural, and intellectual development	--	--	19,598,738
Community development and environmental management	--	--	--
Economic planning, development, and security	--	--	6,174,000
Transportation programs	--	--	23,551,772
Government direction, management, and control	510,806	25,018,589	--
Special government services	--	--	85,000
Total Expenditures	510,806	60,151,008	422,615,718
Excess (deficiency) of revenues over expenditures	(451,974)	2,070,642	(9,465,238)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	(309,576)	--	14,208,829
Total other financing sources (uses)	(309,576)	--	14,208,829
Excess (deficiency) of revenues and other sources over expenditures and other uses	(761,550)	2,070,642	4,743,591
Fund balances - July 1, 2001 (Restated)	1,993,764	11,199	38,516,452
Fund balances - June 30, 2002	$ 1,232,214	$ 2,081,841	$ 43,260,043

Casino Simulcasting Fund	Casino Simulcasting Special Fund	Catastrophic Illness in Children Relief Fund	Clean Communities Account Fund
$ --	$ --	$ --	$ 2,946,956
--	--	--	--
--	--	--	--
--	--	5,969,176	--
38,939	79,474	314,899	96,022
--	--	--	--
572,563	5,629,869	--	--
611,502	5,709,343	6,284,075	3,042,978
--	4,905,831	--	--
--	--	86,904	--
--	--	--	--
--	--	--	2,740,796
--	--	--	--
--	--	--	--
--	--	7,135,264	--
--	--	--	--
--	4,905,831	7,222,168	2,740,796
611,502	803,512	(938,093)	302,182
--	--	--	--
(2,000,000)	--	(1,094,983)	(725,000)
(2,000,000)	--	(1,094,983)	(725,000)
(1,388,498)	803,512	(2,033,076)	(422,818)
2,864,322	2,801,292	17,355,955	1,958,954
$ 1,475,824	$ 3,604,804	$ 15,322,879	$ 1,536,136

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Clean Waters Fund	Cultural Centers and Historic Preservation Fund	1992 Dam Restoration and Clean Waters Trust Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	106,286	220,959	244,780
Contributions	--	--	--
Other	--	--	122,225
Total Revenues	106,286	220,959	367,005
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	1,007,966	--
Community development and environmental management	218,324	--	3,736
Economic planning, development, and security	--	--	--
Transportation programs	--	--	--
Government direction, management, and control	--	--	--
Special government services	--	--	--
Total Expenditures	218,324	1,007,966	3,736
Excess (deficiency) of revenues over expenditures	(112,038)	(787,007)	363,269
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	(106,286)	(346,174)	--
Total other financing sources (uses)	(106,286)	(346,174)	--
Excess (deficiency) of revenues and other sources over expenditures and other uses	(218,324)	(1,133,181)	363,269
Fund balances - July 1, 2001 (Restated)	2,306,052	2,926,128	14,944,039
Fund balances - June 30, 2002	$ 2,087,728	$ 1,792,947	$ 15,307,308

1989 Development Potential Bank Transfer Fund	Developmental Disabilities Waiting List Reduction Fund	Disciplinary Oversight Committee	Division of Motor Vehicles Surcharge Fund
$ --	$ --	$ --	$ --
--	--	--	--
--	--	5,579,288	--
--	--	--	128,310,870
116,375	788,215	186,020	283,562
--	--	--	--
--	--	203,497	--
116,375	788,215	5,968,805	128,594,432
--	1,642,631	7,170,238	3,487,116
--	--	--	--
--	8,536,782	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	91,199	--	124,014,000
--	--	--	--
--	10,270,612	7,170,238	127,501,116
116,375	(9,482,397)	(1,201,433)	1,093,316
--	--	--	--
(67,165)	(697,017)	--	--
(67,165)	(697,017)	--	--
49,210	(10,179,414)	(1,201,433)	1,093,316
3,251,557	15,326,148	2,844,589	1,513,363
$ 3,300,767	$ 5,146,734	$ 1,643,156	$ 2,606,679

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Dredging and Containment Facility Fund	Drinking Water State Revolving Fund	1996 Economic Development Site Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	23,369,307	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	1,048,145	976,777	134,747
Contributions	--	--	--
Other	124,120	34,306	--
Total Revenues	1,172,265	24,380,390	134,747
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	--
Community development and environmental management	967,495	--	--
Economic planning, development, and security	--	--	5,477,824
Transportation programs	7,417,817	--	--
Government direction, management, and control	--	--	32,865
Special government services	--	--	--
Total Expenditures	8,385,312	--	5,510,689
Excess (deficiency) of revenues over expenditures	(7,213,047)	24,380,390	(5,375,942)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	--	10,386,249	--
Total other financing sources (uses)	--	10,386,249	--
Excess (deficiency) of revenues and other sources over expenditures and other uses	(7,213,047)	34,766,639	(5,375,942)
Fund balances - July 1, 2001 (Restated)	34,733,544	42,656,481	7,388,212
Fund balances - June 30, 2002	$ 27,520,497	$ 77,423,120	$ 2,012,270

Emergency Flood Control Fund	Emergency Medical Technician Training Fund	Emergency Services Fund	Enterprise Zone Assistance Fund
$ --	$ --	$ --	$ 52,586,673
--	--	--	--
--	--	--	201,000
--	1,930,802	--	--
10,406	291,810	515,660	2,959,221
--	--	--	--
--	--	--	2,536,935
10,406	2,222,612	515,660	58,283,829
--	--	3,292,723	--
--	2,030,659	--	--
--	--	--	--
--	--	1,296,575	4,851,568
--	--	--	42,187,576
--	--	--	--
--	--	--	--
--	--	--	--
--	2,030,659	4,589,298	47,039,144
10,406	191,953	(4,073,638)	11,244,685
--	--	--	--
(10,406)	(251,860)	--	(20,986,200)
(10,406)	(251,860)	--	(20,986,200)
--	(59,907)	(4,073,638)	(9,741,515)
353,244	9,804,587	19,146,204	195,108,504
$ 353,244	$ 9,744,680	$ 15,072,566	$ 185,366,989

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	1996 Environmental Cleanup Fund	Farmland Preservation Fund	1989 Farmland Preservation Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	14,450	38	64,622
Contributions	--	--	--
Other	--	--	--
Total Revenues	14,450	38	64,622
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	--
Community development and environmental management	--	38	--
Economic planning, development, and security	--	--	--
Transportation programs	--	--	--
Government direction, management, and control	15,313	--	--
Special government services	--	--	--
Total Expenditures	15,313	38	--
Excess (deficiency) of revenues over expenditures	(863)	--	64,622
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	862	--	--
Total other financing sources (uses)	862	--	--
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1)	--	64,622
Fund balances - July 1, 2001 (Restated)	(5,012)	--	107,943
Fund balances - June 30, 2002	$ (5,013)	$ --	$ 172,565

1992 Farmland Preservation Fund	1995 Farmland Preservation Fund	Fund for Support of Free Public Schools	Garden State Farmland Preservation Trust Fund
$ --	$ --	$ --	$ --
--	--	--	--
--	--	5,084,741	--
--	--	--	--
344,791	636,710	(8,950,026)	525,566
--	--	--	--
--	--	--	5,877,640
344,791	636,710	(3,865,285)	6,403,206
--	--	--	--
--	--	--	--
--	--	--	--
84,555	2,695,645	--	49,016,365
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
84,555	2,695,645	--	49,016,365
260,236	(2,058,935)	(3,865,285)	(42,613,159)
--	--	--	--
(400,147)	--	(14,670,358)	37,739,786
(400,147)	--	(14,670,358)	37,739,786
(139,911)	(2,058,935)	(18,535,643)	(4,873,373)
3,474,998	13,981,938	140,763,858	31,097,252
$ 3,335,087	$ 11,923,003	$ 122,228,215	$ 26,223,879

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Garden State Green Acres Preservation Trust Fund	Garden State Historic Preservation Trust Fund	Green Trust Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	4,541,045	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	528,373	543,676	522,310
Contributions	--	--	--
Other	67,102	--	1,393,765
Total Revenues	5,136,520	543,676	1,916,075
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	2,669,903	--
Community development and environmental management	89,734,406	--	1,435,646
Economic planning, development, and security	--	--	--
Transportation programs	--	--	--
Government direction, management, and control	--	--	615,030
Special government services	--	--	--
Total Expenditures	89,734,406	2,669,903	2,050,676
Excess (deficiency) of revenues over expenditures	(84,597,886)	(2,126,227)	(134,601)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	56,045,475	6,000,000	--
Total other financing sources (uses)	56,045,475	6,000,000	--
Excess (deficiency) of revenues and other sources over expenditures and other uses	(28,552,411)	3,873,773	(134,601)
Fund balances - July 1, 2001 (Restated)	40,694,732	13,093,346	92,844,050
Fund balances - June 30, 2002	$ 12,142,321	$ 16,967,119	$ 92,709,449

Gubernatorial Elections Fund	Hazardous Discharge Fund of 1981	Hazardous Discharge Fund of 1986	Hazardous Discharge Site Cleanup Fund
$ --	$ --	$ --	$ --
--	--	--	--
--	--	--	--
--	--	--	17,489,010
--	36,160	725,131	1,751,949
--	--	--	--
805,329	--	--	100,629
805,329	36,160	725,131	19,341,588
11,200,000	--	--	--
--	--	--	--
--	--	--	--
--	--	18,352,450	11,574,435
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
11,200,000	--	18,352,450	11,574,435
(10,394,671)	36,160	(17,627,319)	7,767,153
--	--	--	--
10,394,671	656,508	11,821,906	(16,896,528)
10,394,671	656,508	11,821,906	(16,896,528)
--	692,668	(5,805,413)	(9,129,375)
--	(511,719)	9,847,703	71,201,691
$ --	$ 180,949	$ 4,042,290	$ 62,072,316

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Health Care Subsidy Fund	Higher Education Facility Renovation and Rehabilitation Fund	1992 Historic Preservation Fund
REVENUES			
Taxes	$ 680,279,196	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	40,000,000	--	--
Investment earnings	797,474	9,184	248,979
Contributions	--	--	--
Other	--	--	--
Total Revenues	721,076,670	9,184	248,979
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	18,935,575	--	--
Educational, cultural, and intellectual development	--	31,671	1,643,511
Community development and environmental management	--	--	--
Economic planning, development, and security	--	--	--
Transportation programs	--	--	--
Government direction, management, and control	--	--	--
Special government services	--	--	--
Total Expenditures	18,935,575	31,671	1,643,511
Excess (deficiency) of revenues over expenditures	702,141,095	(22,487)	(1,394,532)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	(790,456,470)	--	--
Total other financing sources (uses)	(790,456,470)	--	--
Excess (deficiency) of revenues and other sources over expenditures and other uses	(88,315,375)	(22,487)	(1,394,532)
Fund balances - July 1, 2001 (Restated)	120,017,166	1,339,443	2,797,290
Fund balances - June 30, 2002	$ 31,701,791	$ 1,316,956	$ 1,402,758

1995 Historic Preservation Fund	Historic Preservation Revolving Loan Fund	Horse Racing Injury Compensation Fund	Housing Assistance Fund
$ --	$ --	$ --	$ --
--	--	--	--
--	--	--	--
--	--	1,402,652	--
85,056	95,560	93,178	122,665
--	--	--	--
--	15,708	--	24,540
85,056	111,268	1,495,830	147,205
--	--	520,000	--
--	--	--	--
1,001,375	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
1,001,375	--	520,000	--
(916,319)	111,268	975,830	147,205
--	--	--	--
--	--	--	(147,205)
--	--	--	(147,205)
(916,319)	111,268	975,830	--
2,292,086	3,671,097	2,662,504	6,938,305
$ 1,375,767	$ 3,782,365	$ 3,638,334	$ 6,938,305

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Jobs, Education and Competitiveness Fund	Jobs, Science and Technology Fund	Korean Veterans' Memorial Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	191,643	1,283	2,250
Contributions	--	--	14,938
Other	--	--	--
Total Revenues	191,643	1,283	17,188
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	386	--
Community development and environmental management	--	--	--
Economic planning, development, and security	--	--	--
Transportation programs	--	--	--
Government direction, management, and control	--	--	--
Special government services	--	--	248,767
Total Expenditures	--	386	248,767
Excess (deficiency) of revenues over expenditures	191,643	897	(231,579)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	(191,643)	(1,283)	--
Total other financing sources (uses)	(191,643)	(1,283)	--
Excess (deficiency) of revenues and other sources over expenditures and other uses	--	(386)	(231,579)
Fund balances - July 1, 2001 (Restated)	2,983,637	50,144	(817,267)
Fund balances - June 30, 2002	$ 2,983,637	$ 49,758	$ (1,048,846)

1996 Lake Restoration Fund	Legal Services Fund	Luxury Tax Fund	Medical Education Facilities Fund
$ --	$ --	$ 18,162,369	$ --
--	--	--	--
--	10,729,740	--	--
--	--	--	--
71,245	--	26,517	15,668
--	--	--	--
--	--	--	--
71,245	10,729,740	18,188,886	15,668
--	--	--	--
--	--	--	--
--	--	--	--
160,057	--	--	--
--	--	--	--
--	--	--	--
--	--	17,277,394	--
--	--	--	--
160,057	--	17,277,394	--
(88,812)	10,729,740	911,492	15,668
--	--	--	--
--	(10,729,740)	--	(15,668)
--	(10,729,740)	--	(15,668)
(88,812)	--	911,492	--
2,624,637	--	947,444	514,944
$ 2,535,825	$ --	$ 1,858,936	$ 514,944

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Mortgage Assistance Fund	Mutual Workers' Compensation Security Fund	Natural Resources Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	621,329	--
Investment earnings	59,408	295,818	144,375
Contributions	--	--	--
Other	831,390	--	1,102
Total Revenues	890,798	917,147	145,477
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	--
Community development and environmental management	--	--	176,548
Economic planning, development, and security	--	643,509	--
Transportation programs	--	--	--
Government direction, management, and control	--	--	--
Special government services	--	--	--
Total Expenditures	--	643,509	176,548
Excess (deficiency) of revenues over expenditures	890,798	273,638	(31,071)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	(1,012,348)	--	(145,477)
Total other financing sources (uses)	(1,012,348)	--	(145,477)
Excess (deficiency) of revenues and other sources over expenditures and other uses	(121,550)	273,638	(176,548)
Fund balances - July 1, 2001 (Restated)	13,947,835	10,087,838	5,024,126
Fund balances - June 30, 2002	$ 13,826,285	$ 10,361,476	$ 4,847,578

New Home Warranty Security Fund	New Jersey Automobile Insurance Guaranty Fund	New Jersey Building Authority	1995 New Jersey Coastal Blue Acres Trust Fund
$ --	$ --	$ --	$ --
8,313	--	--	--
749,670	--	--	--
5,183,635	--	--	--
738,547	3,848,011	5,923,500	77,792
--	--	--	--
326,544	2,064,546	--	11,551
7,006,709	5,912,557	5,923,500	89,343
--	--	--	--
--	--	--	--
--	--	--	--
1,553,749	--	--	1,668,750
--	649,924	--	--
--	--	--	--
--	--	248,594	--
--	--	--	--
1,553,749	649,924	248,594	1,668,750
5,452,960	5,262,633	5,674,906	(1,579,407)
--	--	--	--
(3,387,300)	--	--	--
(3,387,300)	--	--	--
2,065,660	5,262,633	5,674,906	(1,579,407)
27,087,151	199,146,501	112,218,978	3,564,323
$ 29,152,811	$ 204,409,134	$ 117,893,884	$ 1,984,916

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	New Jersey Cultural Trust Fund	1983 New Jersey Green Acres Fund	1989 New Jersey Green Acres Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	189,116	625,546	287,711
Contributions	--	--	--
Other	--	31,030	--
Total Revenues	189,116	656,576	287,711
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	--
Community development and environmental management	--	37,749	1,360,831
Economic planning, development, and security	--	--	--
Transportation programs	--	--	--
Government direction, management, and control	2,399,824	--	--
Special government services	--	--	--
Total Expenditures	2,399,824	37,749	1,360,831
Excess (deficiency) of revenues over expenditures	(2,210,708)	618,827	(1,073,120)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	12,000,000	(810,971)	--
Total other financing sources (uses)	12,000,000	(810,971)	--
Excess (deficiency) of revenues and other sources over expenditures and other uses	9,789,292	(192,144)	(1,073,120)
Fund balances - July 1, 2001 (Restated)	2,143,612	20,048,918	7,783,102
Fund balances - June 30, 2002	$ 11,932,904	$ 19,856,774	$ 6,709,982

1992 New Jersey Green Acres Fund	1995 New Jersey Green Acres Fund	1989 New Jersey Green Trust Fund	1992 New Jersey Green Trust Fund
$ --	$ --	$ --	$ --
--	2,432,305	--	--
--	--	--	--
--	--	--	--
449,083	578,602	1,501,195	730,226
--	--	--	--
594,089	221	1,371,959	671,543
1,043,172	3,011,128	2,873,154	1,401,769
--	--	--	--
--	--	--	--
--	--	--	--
957,049	16,107,834	305,283	2,213,251
--	--	--	--
--	--	--	--
--	--	5,003,743	9,203,985
--	--	--	--
957,049	16,107,834	5,309,026	11,417,236
86,123	(13,096,706)	(2,435,872)	(10,015,467)
--	--	--	--
--	--	--	--
--	--	--	--
86,123	(13,096,706)	(2,435,872)	(10,015,467)
1,713,464	13,326,497	103,769,514	47,721,369
$ 1,799,587	$ 229,791	$ 101,333,642	$ 37,705,902

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	1995 New Jersey Green Trust Fund	1995 New Jersey Inland Blue Acres Fund	New Jersey Insolvent Health Maintenance Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	12,000,000
Investment earnings	344,455	143,602	513,475
Contributions	--	--	--
Other	1,009,291	--	--
Total Revenues	1,353,746	143,602	12,513,475
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	--
Community development and environmental management	6,860,957	1,620,293	--
Economic planning, development, and security	--	--	12,249,127
Transportation programs	--	--	--
Government direction, management, and control	5,498,825	--	--
Special government services	--	--	--
Total Expenditures	12,359,782	1,620,293	12,249,127
Excess (deficiency) of revenues over expenditures	(11,006,036)	(1,476,691)	264,348
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	--	--	(513,475)
Total other financing sources (uses)	--	--	(513,475)
Excess (deficiency) of revenues and other sources over expenditures and other uses	(11,006,036)	(1,476,691)	(249,127)
Fund balances - July 1, 2001 (Restated)	42,220,130	3,576,180	12,711,247
Fund balances - June 30, 2002	$ 31,214,094	$ 2,099,489	$ 12,462,120

New Jersey Insurance Development Fund	New Jersey Lawyers' Fund for Client Protection	New Jersey Local Development Financing Fund	New Jersey Spill Compensation Fund
$ --	$ --	$ --	$ 14,782,033
--	--	--	--
--	2,803,350	31,709	5,168,855
--	--	--	--
845,787	959,042	501,069	1,011,958
--	--	--	--
--	1,004,157	1,574,576	836,229
845,787	4,766,549	2,107,354	21,799,075
--	3,918,508	--	--
--	--	--	--
--	--	--	--
--	--	--	4,339,558
--	--	109,088	--
--	--	--	--
--	--	--	--
--	--	--	--
--	3,918,508	109,088	4,339,558
845,787	848,041	1,998,266	17,459,517
--	--	--	--
(47,290,561)	--	--	(22,275,375)
(47,290,561)	--	--	(22,275,375)
(46,444,774)	848,041	1,998,266	(4,815,858)
46,444,774	13,712,391	47,861,542	25,831,816
$ --	$ 14,560,432	$ 49,859,808	$ 21,015,958

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	New Jersey Spinal Cord Research Fund	New Jersey Transportation Trust Fund Authority	New Jersey Workforce Development Partnership Fund
REVENUES			
Taxes	$ --	$ --	$ 92,427,913
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	113,385	15,534,827	1,231,722
Contributions	--	--	--
Other	4,015,603	5,214,527	105,570
Total Revenues	4,128,988	20,749,354	93,765,205
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	9,299
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	2,365,489
Community development and environmental management	--	--	--
Economic planning, development, and security	--	--	48,999,245
Transportation programs	--	34,126	--
Government direction, management, and control	--	--	--
Special government services	--	--	--
Total Expenditures	--	34,126	51,374,033
Excess (deficiency) of revenues over expenditures	4,128,988	20,715,228	42,391,172
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	1,014,615,383	--
Transfers from (to) other funds	(223,318)	(631,287,816)	(16,892,358)
Total other financing sources (uses)	(223,318)	383,327,567	(16,892,358)
Excess (deficiency) of revenues and other sources over expenditures and other uses	3,905,670	404,042,795	25,498,814
Fund balances - July 1, 2001 (Restated)	2,776,679	173,748,120	50,261,900
Fund balances - June 30, 2002	$ 6,682,349	$ 577,790,915	$ 75,760,714

Petroleum Overcharge Reimbursement Fund	Pinelands Infrastructure Trust Fund	Pollution Prevention Fund	Real Estate Guaranty Fund
$ --	$ --	$ --	$ --
--	--	--	--
--	--	--	110,195
--	--	1,896,634	--
413,923	144,283	101,611	56,798
--	--	--	--
--	169,423	--	--
413,923	313,706	1,998,245	166,993
--	--	--	--
--	--	--	--
--	--	--	--
1,068,375	1,055,740	--	--
983,162	--	--	9,453
--	--	--	--
3,299	--	--	--
--	--	--	--
2,054,836	1,055,740	--	9,453
(1,640,913)	(742,034)	1,998,245	157,540
--	--	--	--
--	--	(2,866,838)	--
--	--	(2,866,838)	--
(1,640,913)	(742,034)	(868,593)	157,540
13,790,706	10,046,558	4,702,016	1,917,181
$ 12,149,793	$ 9,304,524	$ 3,833,423	$ 2,074,721

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Resource Recovery and Solid Waste Disposal Facility Fund	Safe Drinking Water Fund	Sanitary Landfill Facility Contingency Fund
REVENUES			
Taxes	$ --	$ 2,994,626	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	1,910,917
Investment earnings	518,235	179,073	554,895
Contributions	--	--	--
Other	--	--	46,462
Total Revenues	518,235	3,173,699	2,512,274
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	--
Community development and environmental management	43,243,768	421,223	22,177,763
Economic planning, development, and security	--	--	--
Transportation programs	--	--	--
Government direction, management, and control	919,035	--	--
Special government services	--	--	--
Total Expenditures	44,162,803	421,223	22,177,763
Excess (deficiency) of revenues over expenditures	(43,644,568)	2,752,476	(19,665,489)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	248,633	(3,355,356)	(189,093)
Total other financing sources (uses)	248,633	(3,355,356)	(189,093)
Excess (deficiency) of revenues and other sources over expenditures and other uses	(43,395,935)	(602,880)	(19,854,582)
Fund balances - July 1, 2001 (Restated)	12,138,973	4,711,133	29,292,497
Fund balances - June 30, 2002	$ (31,256,962)	$ 4,108,253	$ 9,437,915

Shore Protection Fund	State Disability Benefit Fund	State Land Acquisition and Development Fund	State Recreation and Conservation Land Acquisition and Development Fund
$ --	$ 483,364,813	$ --	$ --
--	--	--	--
--	--	--	--
--	26,388,786	--	--
324,059	2,989,579	17,043	50,311
--	--	--	--
91,752	19,275	--	--
415,811	512,762,453	17,043	50,311
--	--	--	--
--	--	--	--
--	--	--	--
195,225	--	1,347,044	440
--	417,443,916	--	--
--	--	--	--
--	--	12,553	--
--	--	--	--
195,225	417,443,916	1,359,597	440
220,586	95,318,537	(1,342,554)	49,871
--	--	--	--
(415,811)	(114,313,267)	(4,490)	(50,311)
(415,811)	(114,313,267)	(4,490)	(50,311)
(195,225)	(18,994,730)	(1,347,044)	(440)
11,638,269	229,427,189	344,227	1,549,344
$ 11,443,044	$ 210,432,459	$ (1,002,817)	$ 1,548,904

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	State Recycling Fund	Stock Workers' Compensation Security Fund	Stormwater Management and Combined Sewer Overflow Abatement Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	85,670	--
Investment earnings	109,906	1,530,988	271,642
Contributions	--	--	--
Other	124,692	543,398	--
Total Revenues	234,598	2,160,056	271,642
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	--
Community development and environmental management	754,908	--	7,001,884
Economic planning, development, and security	--	14,716,928	--
Transportation programs	--	--	--
Government direction, management, and control	--	--	--
Special government services	--	--	--
Total Expenditures	754,908	14,716,928	7,001,884
Excess (deficiency) of revenues over expenditures	(520,310)	(12,556,872)	(6,730,242)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	(1,027,058)	(10,000,000)	--
Total other financing sources (uses)	(1,027,058)	(10,000,000)	--
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1,547,368)	(22,556,872)	(6,730,242)
Fund balances - July 1, 2001 (Restated)	6,224,783	83,107,587	10,202,616
Fund balances - June 30, 2002	$ 4,677,415	$ 60,550,715	$ 3,472,374

Superior Court of New Jersey Trust Fund	Supplemental Workforce Fund for Basic Skills	Tobacco Settlement Fund	Trial Attorney Certification Program
$ --	$ 14,086,157	$ --	$ --
--	--	--	--
--	--	--	165,680
--	--	--	--
6,303,791	67,736	1,012,783	3,370
--	--	--	--
--	--	283,871,937	4,800
6,303,791	14,153,893	284,884,720	173,850
6,342,014	--	--	201,028
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
6,342,014	--	--	201,028
(38,223)	14,153,893	284,884,720	(27,178)
--	--	--	--
--	(202,926)	(360,807,000)	--
--	(202,926)	(360,807,000)	--
(38,223)	13,950,967	(75,922,280)	(27,178)
1,796,395	--	100,061,107	105,130
$ 1,758,172	$ 13,950,967	$ 24,138,827	$ 77,952

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Unclaimed Child Support Trust Fund	Unclaimed Utility Deposits Trust Fund	Unemployment Compensation Auxiliary Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	58,587	52,369	174,836
Contributions	--	--	--
Other	44,662	85,132	12,101,908
Total Revenues	103,249	137,501	12,276,744
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	--
Community development and environmental management	--	--	--
Economic planning, development, and security	--	--	--
Transportation programs	--	--	--
Government direction, management, and control	2,025	1,815,476	--
Special government services	--	--	--
Total Expenditures	2,025	1,815,476	--
Excess (deficiency) of revenues over expenditures	101,224	(1,677,975)	12,276,744
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	--	2,391,674	(12,274,575)
Total other financing sources (uses)	--	2,391,674	(12,274,575)
Excess (deficiency) of revenues and other sources over expenditures and other uses	101,224	713,699	2,169
Fund balances - July 1, 2001 (Restated)	1,885,500	1,111,692	--
Fund balances - June 30, 2002	$ 1,986,724	$ 1,825,391	$ 2,169

University of Medicine and Dentistry of New Jersey - Self-Insurance Reserve Fund	Unsatisfied Claim and Judgment Fund	Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund	Vietnam Veterans' Memorial Fund
$ --	$ --	$ --	$ --
--	--	--	--
--	838	--	--
4,669,000	168,264,806	--	--
6,111,999	4,688,871	9,233	--
--	--	--	95,384
--	2,340,511	7,594	--
10,780,999	175,295,026	16,827	95,384
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
16,474,842	230,901,869	--	--
--	--	--	--
--	--	184,517	--
--	--	--	91,998
16,474,842	230,901,869	184,517	91,998
(5,693,843)	(55,606,843)	(167,690)	3,386
--	--	--	--
(25,000,000)	(2,408,000)	175,284	--
(25,000,000)	(2,408,000)	175,284	--
(30,693,843)	(58,014,843)	7,594	3,386
113,202,069	259,389,237	--	91,998
$ 82,508,226	$ 201,374,394	$ 7,594	$ 95,384

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Volunteer Emergency Service Organizations Loan Fund	Wastewater Treatment Fund	1992 Wastewater Treatment Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	62,167,003	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	36,838	8,972,735	280,987
Contributions	--	--	--
Other	31,586	1,366,798	--
Total Revenues	68,424	72,506,536	280,987
EXPENDITURES			
Current:			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	--
Community development and environmental management	--	57,651,702	--
Economic planning, development, and security	--	--	--
Transportation programs	--	--	--
Government direction, management, and control	--	--	--
Special government services	--	--	--
Total Expenditures	--	57,651,702	--
Excess (deficiency) of revenues over expenditures	68,424	14,854,834	280,987
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of bonds	--	--	--
Transfers from (to) other funds	--	(14,637,561)	5,680,000
Total other financing sources (uses)	--	(14,637,561)	5,680,000
Excess (deficiency) of revenues and other sources over expenditures and other uses	68,424	217,273	5,960,987
Fund balances - July 1, 2001 (Restated)	2,835,291	707,489,851	8,880,066
Fund balances - June 30, 2002	$ 2,903,715	$ 707,707,124	$ 14,841,053

Water Conservation Fund	Water Supply Fund	Water Supply Replacement Trust Fund	Worker and Community Right to Know Fund	Total Non-Major Special Revenue Funds
$ --	$ --	$ --	$ --	$ 1,743,949,244
--	--	--	--	92,517,973
--	--	--	300	96,999,869
--	--	--	2,369,834	418,493,121
39,874	2,026,212	115,799	17,570	82,382,456
--	--	--	--	110,322
23,707	4,467,923	--	--	411,116,608
63,581	6,494,135	115,799	2,387,704	2,845,569,593
--	--	--	--	84,434,947
--	--	--	--	404,361,388
--	--	--	--	36,855,821
--	10,366,943	92,732	--	366,421,881
--	--	--	--	797,020,463
--	--	--	--	31,003,715
--	--	--	--	223,209,863
--	--	--	--	425,765
--	10,366,943	92,732	--	1,943,733,843
63,581	(3,872,808)	23,067	2,387,704	901,835,750
--	--	--	--	1,014,615,383
(63,581)	(3,384,199)	(5,384,827)	(2,579,075)	(1,977,513,961)
(63,581)	(3,384,199)	(5,384,827)	(2,579,075)	(962,898,578)
--	(7,257,007)	(5,361,760)	(191,371)	(61,062,828)
1,236,216	193,290,899	5,523,790	436,218	3,800,828,070
$ 1,236,216	$ 186,033,892	$ 162,030	$ 244,847	$ 3,739,765,242

STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2002

	Correctional Facilities Construction Fund	Correctional Facilities Construction Fund of 1987	Energy Conservation Fund
ASSETS			
Cash and cash equivalents	$ 34,217	$ 35,546	$ 10,015
Investments	592,554	5,410,582	61,617
Receivables, net of allowances for uncollectibles			
Federal government	--	--	--
Departmental accounts	--	--	--
Loans	--	--	--
Other	--	104,901	--
Due from other funds	--	--	2,465
Total Assets	$ 626,771	$ 5,551,029	$ 74,097
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ --	$ 73,480	$ --
Due to other funds	17,577	677,851	152,494
Other	--	--	41,883
Total Liabilities	17,577	751,331	194,377
Fund Balances			
Reserved for:			
Encumbrances	--	1,123,975	106,087
Other	--	--	--
Unreserved:			
Designated-continuing appropriations	609,194	3,675,723	--
Undesignated	--	--	(226,367)
Total Fund Balances	609,194	4,799,698	(120,280)
Total Liabilties and Fund Balances	$ 626,771	$ 5,551,029	$ 74,097

Human Services Facilities Construction Fund	Institutional Construction Fund	Institutions Construction Fund	New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund	New Jersey Bridge Rehabilitation and Improvement Fund
$ 79,459	$ 101	$ 1,220	$ 24,396	$ 41,986
239,233	6,837	9,071	1,375,267	65,811
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	59,724
--	--	--	6,785,373	--
$ 318,692	$ 6,938	$ 10,291	$ 8,185,036	$ 167,521
$ 33,140	$ --	$ --	$ 6,916	$ --
15,762	201	268	924,792	102,176
--	--	--	555,433	--
48,902	201	268	1,487,141	102,176
71,463	--	--	4,015,439	397,976
--	--	--	--	--
175,603	6,737	10,023	2,682,456	--
22,724	--	--	--	(332,631)
269,790	6,737	10,023	6,697,895	65,345
$ 318,692	$ 6,938	$ 10,291	$ 8,185,036	$ 167,521

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET (Continued)
NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2002

	Public Buildings Construction Fund	Public Purpose Buildings and Community-Based Facilities Construction Fund	Public Purpose Buildings Construction Fund
ASSETS			
Cash and cash equivalents	$ 1,571	$ 21,538	$ 7,411
Investments	3,413	2,456,196	272,901
Receivables, net of allowances for uncollectibles			
Federal government	--	--	--
Departmental accounts	--	--	--
Loans	--	--	--
Other	--	--	--
Due from other funds	--	--	--
Total Assets	$ 4,984	$ 2,477,734	$ 280,312
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	$ --	$ 357,367	$ --
Due to other funds	100	289,729	9,260
Other	--	264,442	--
Total Liabilities	100	911,538	9,260
Fund Balances			
Reserved for:			
Encumbrances	--	1,167,921	7,473
Other	--	--	--
Unreserved:			
Designated-continuing appropriations	2,157	398,275	263,579
Undesignated	2,727	--	--
Total Fund Balances	4,884	1,566,196	271,052
Total Liabilties and Fund Balances	$ 4,984	$ 2,477,734	$ 280,312

Special Transportation Fund	State Facilities for Handicapped Fund	1999 Statewide Transportation and Local Bridge Fund	Transportation Rehabilitation and Improvement Fund	Total Non-Major Capital Projects Funds
$ --	$ 5,106	$ --	$ 262,476	$ 525,042
--	243,674	9,918,819	322,176	20,978,151
93,163,488	--	--	--	93,163,488
150,867,782	--	--	--	150,867,782
5,000,000	--	--	--	5,000,000
2,722,342	--	--	--	2,886,967
--	--	--	--	6,787,838
$ 251,753,612	$ 248,780	$ 9,918,819	$ 584,652	$ 280,209,268
$ 118,325,714	$ --	$ 28,504,946	$ --	$ 147,301,563
133,427,898	--	117,096,743	16,860	252,731,711
--	--	--	--	861,758
251,753,612	--	145,601,689	16,860	400,895,032
--	--	93,044,604	--	99,934,938
5,000,000	--	--	--	5,000,000
--	248,780	--	466,613	8,539,140
(5,000,000)	--	(228,727,474)	101,179	(234,159,842)
--	248,780	(135,682,870)	567,792	(120,685,764)
$ 251,753,612	$ 248,780	$ 9,918,819	$ 584,652	$ 280,209,268

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Correctional Facilities Construction Fund	Correctional Facilities Construction Fund of 1987	Energy Conservation Fund
REVENUES			
Federal and other grants	$ --	$ --	$ --
Services and assessments	--	--	--
Investment earnings	17,577	198,223	29
Other	--	--	--
Total Revenues	17,577	198,223	29
EXPENDITURES			
Current:			
Public safety and criminal justice	--	1,476,628	--
Physical and mental health	--	--	--
Educational, cultural, and intellectual development	--	--	--
Economic planning, development, and security	--	--	120,502
Transportation programs	--	--	--
Government direction, management, and control	--	--	2,494
Total Expenditures	--	1,476,628	122,996
Excess (deficiency) of revenues over expenditures	17,577	(1,278,405)	(122,967)
OTHER FINANCING SOURCES (USES)			
Transfers from (to) other funds	(17,577)	(677,851)	2,465
Total other financing sources (uses)	(17,577)	(677,851)	2,465
Excess (deficiency) of revenues and other sources over expenditures and other uses	--	(1,956,256)	(120,502)
Fund balances - July 1, 2001	609,194	6,755,954	222
Fund balances - June 30, 2002	$ 609,194	$ 4,799,698	$ (120,280)

Human Services Facilities Construction Fund	Institutional Construction Fund	Institutions Construction Fund	New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund	New Jersey Bridge Rehabilitation and Improvement Fund
$ --	$ --	$ --	$ --	$ --
--	--	--	--	--
15,762	201	268	839,420	102,176
--	--	--	85,373	--
15,762	201	268	924,793	102,176
--	--	--	--	--
--	--	--	--	--
265,361	--	--	--	--
--	--	--	--	--
--	--	--	18,435,431	4,038,726
--	--	--	--	--
265,361	--	--	18,435,431	4,038,726
(249,599)	201	268	(17,510,638)	(3,936,550)
(15,762)	(201)	(268)	(924,793)	(102,176)
(15,762)	(201)	(268)	(924,793)	(102,176)
(265,361)	--	--	(18,435,431)	(4,038,726)
535,151	6,737	10,023	25,133,326	4,104,071
$ 269,790	$ 6,737	$ 10,023	$ 6,697,895	$ 65,345

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
NON-MAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Public Buildings Construction Fund	Public Purpose Buildings and Community-Based Facilities Construction Fund	Public Purpose Buildings Construction Fund
REVENUES			
Federal and other grants	$ --	$ --	$ --
Services and assessments	--	--	--
Investment earnings	100	289,729	9,260
Other	--	--	--
Total Revenues	100	289,729	9,260
EXPENDITURES			
Current:			
Public safety and criminal justice	--	1,703,581	--
Physical and mental health	--	990,912	--
Educational, cultural, and intellectual development	--	234,945	43,359
Economic planning, development, and security	--	978,313	--
Transportation programs	--	--	20,050
Government direction, management, and control	--	--	--
Total Expenditures	--	3,907,751	63,409
Excess (deficiency) of revenues over expenditures	100	(3,618,022)	(54,149)
OTHER FINANCING SOURCES (USES)			
Transfers from (to) other funds	(100)	(289,729)	(9,260)
Total other financing sources (uses)	(100)	(289,729)	(9,260)
Excess (deficiency) of revenues and other sources over expenditures and other uses	--	(3,907,751)	(63,409)
Fund balances - July 1, 2001	4,884	5,473,947	334,461
Fund balances - June 30, 2002	$ 4,884	$ 1,566,196	$ 271,052

Special Transportation Fund	State Facilities for Handicapped Fund	1999 Statewide Transportation and Local Bridge Fund	Transportation Rehabilitation and Improvement Fund	Total Non-Major Capital Projects Funds
$ 701,029,246	$ --	$ --	$ --	$ 701,029,246
612,088	--	--	--	612,088
--	7,059	2,321,002	16,860	3,817,666
--	--	--	--	85,373
701,641,334	7,059	2,321,002	16,860	705,544,373
--	--	--	--	3,180,209
--	--	--	--	990,912
--	--	--	--	543,665
--	--	--	--	1,098,815
1,607,929,150	--	198,368,803	--	1,828,792,160
--	--	396,743	--	399,237
1,607,929,150	--	198,765,546	--	1,835,004,998
(906,287,816)	7,059	(196,444,544)	16,860	(1,129,460,625)
906,287,816	--	--	(16,860)	904,235,704
906,287,816	--	--	(16,860)	904,235,704
--	7,059	(196,444,544)	--	(225,224,921)
--	241,721	60,761,674	567,792	104,539,157
$ --	$ 248,780	$ (135,682,870)	$ 567,792	$ (120,685,764)

STATE OF NEW JERSEY
STATEMENT OF NET ASSETS
NON-MAJOR PROPRIETARY FUNDS
JUNE 30, 2002

	Health Benefits Local Government Employers Program Fund	Prescription Drug Local Government Employers Program Fund	Total Non-Major Proprietary Funds
ASSETS			
Current Assets			
Cash and cash equivalents	$ 4,027,294	$ 100,551	$ 4,127,845
Investments	56,073,207	3,882,133	59,955,340
Receivables, net of allowances			
Other	72,569,120	4,532,830	77,101,950
Due from other funds	2,461,253	--	2,461,253
Other	--	--	--
Noncurrent Assets			
Investments	--	--	--
Total Assets	135,130,874	8,515,514	143,646,388
LIABILITIES			
Current Liabilities			
Accounts payable	194,423,330	3,250,000	197,673,330
Deferred revenue	--	21,217	21,217
Due to other funds	407,560	39,449	447,009
Noncurrent Liabilities			
Due within one year	--	--	--
Due in more than one year	--	--	--
Total Liabilities	194,830,890	3,310,666	198,141,556
NET ASSETS			
Restricted for:			
Other purposes	--	5,204,848	5,204,848
Unrestricted	(59,700,016)	--	(59,700,016)
Total Net Assets	$ (59,700,016)	$ 5,204,848	$ (54,495,168)

STATE OF NEW JERSEY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
NON-MAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Health Benefits Local Government Employers Program Fund	Prescription Drug Local Government Employers Program Fund	Total Non-Major Proprietary Funds
OPERATING REVENUES			
Contributions	$ 1,049,270,465	$ 42,993,261	$ 1,092,263,726
Other	17,915,433	--	17,915,433
Total Operating Revenues	1,067,185,898	42,993,261	1,110,179,159
OPERATING EXPENSES			
Benefit payments	1,177,907,043	39,659,802	1,217,566,845
Total Operating Expenses	1,177,907,043	39,659,802	1,217,566,845
Operating Income (Loss)	(110,721,145)	3,333,459	(107,387,686)
NONOPERATING REVENUES (EXPENSES)			
Investment income	2,386,557	98,358	2,484,915
Total nonoperating revenue (expenses)	2,386,557	98,358	2,484,915
Income (loss) before transfers	(108,334,588)	3,431,817	(104,902,771)
Transfers in (out)	50,810,903	--	50,810,903
Change in net assets	(57,523,685)	3,431,817	(54,091,868)
Total Net Assets - July 1, 2001 (Restated)	(2,176,331)	1,773,031	(403,300)
Total Net Assets - June 30, 2002	$ (59,700,016)	$ 5,204,848	$ (54,495,168)

STATE OF NEW JERSEY
STATEMENT OF CASH FLOWS
NON-MAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Health Benefits Local Government Employers Program Fund	Prescription Drug Local Government Employers Program Fund	Total Non-Major Proprietary Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Claims paid	$ (1,163,533,979)	$ (38,594,151)	$ (1,202,128,130)
Other receipts (payments)	(5,427,110)	--	(5,427,110)
Receipts from contributions	1,050,593,476	40,561,026	1,091,154,502
Net cash provided (used) by operating activities	(118,367,613)	1,966,875	(116,400,738)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Operating subsidies and transfers to other funds	50,810,903	--	50,810,903
Net cash provided (used) by noncapital financing activities	50,810,903	--	50,810,903
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends	2,300,765	89,409	2,390,174
Purchase of investments	67,436,722	(1,964,682)	65,472,040
Other	85,792	8,949	94,741
Net cash provided (used) by investing activities	69,823,279	(1,866,324)	67,956,955
Net increase (decrease) in cash and cash equivalents	2,266,569	100,551	2,367,120
Cash and cash equivalents - July 1, 2001 (Restated)	1,760,725	--	1,760,725
Cash and cash equivalents - June 30, 2002	$ 4,027,294	$ 100,551	$ 4,127,845
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	$ (110,721,145)	$ 3,333,459	$ (107,387,686)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Net changes in assets and liabilities:			
Other assets	(16,592,422)	(2,432,235)	(19,024,657)
Current liabilities	8,945,954	1,065,651	10,011,605
Net cash provided (used) by operating activities	$ (118,367,613)	$ 1,966,875	$ (116,400,738)

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STATE OF NEW JERSEY
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
JUNE 30, 2002

	Alternate Benefit Program Fund	Judiciary Bail Fund	Judiciary Child Support and Paternity Fund
ASSETS			
Cash and cash equivalents	$ 334,523	$ 245,378	$ 2,160,295
Investments	7,505,957	30,001,964	31,002,049
Receivables, net of allowances for uncollectibles			
Other	2,176,399	41,822	--
Due from other funds	9,327,774	-	-
Total Assets	$ 19,344,653	$ 30,289,164	$ 33,162,344
LIABILITIES			
Accounts payable	$ 16,679,007	$ 30,289,164	$ 33,162,344
Due to other funds	2,665,646	--	--
Total Liabilities	$ 19,344,653	$ 30,289,164	$ 33,162,344

Judiciary Probation Fund	Judiciary Special Civil Fund	Luxury Tax Development Fund
$ 208,832	$ 85,603	$ 13,466
8,096,518	2,848,966	1,620,908
--	--	15,391
--	277,398	--
$ 8,305,350	$ 3,211,967	$ 1,649,765
8,305,350	3,211,967	1,649,765
--	--	--
$ 8,305,350	$ 3,211,967	$ 1,649,765

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STATE OF NEW JERSEY
STATEMENT OF FIDUCIARY NET ASSETS (Continued)
AGENCY FUNDS
JUNE 30, 2002

	Pension Adjustment Fund	Resource Recovery Investment Tax Fund	Solid Waste Service Tax Fund
ASSETS			
Cash and cash equivalents	$ 25,509	$ 100,299	$ 78,172
Investments	3,873,852	383,035	8,322,455
Receivables, net of allowances for uncollectibles			
Other	3,040,347	--	--
Due from other funds	357,661	--	--
Total Assets	$ 7,297,369	$ 483,334	$ 8,400,627
LIABILITIES			
Accounts payable	$ 3,844,137	$ 483,334	$ 8,400,627
Due to other funds	3,453,232	--	--
Total Liabilities	$ 7,297,369	$ 483,334	$ 8,400,627

Tourism Improvement and Development Act	Wage and Hour Trust Fund	Total Agency Funds
$ --	$ 530,572	$ 3,782,649
202,200	1,043,688	94,901,592
602,326	--	5,876,285
--	--	9,962,833
$ 804,526	$ 1,574,260	$ 114,523,359
$ 740,267	$ 1,418,711	$ 108,184,673
64,259	155,549	6,338,686
$ 804,526	$ 1,574,260	$ 114,523,359

STATE OF NEW JERSEY
STATEMENT OF FIDUCIARY NET ASSETS
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS
JUNE 30, 2002

	Alternate Benefit Long-Term Disability Funds	Central Pension Fund	Consolidated Police and Firemen's Pension Fund
ASSETS			
Cash and cash equivalents	$ --	$ 37,576	$ 156,979
Investments	4,765,493	11,276	22,600,893
Receivables, net of allowances for uncollectibles			
Members	--	--	--
Employers	--	--	--
Other	--	13	192,399
Due from other funds	--	2,458	3,326,028
Total Assets	4,765,493	51,323	26,276,299
LIABILITIES			
Accounts payable	1,454,162	36	4,492
Benefits payable	--	34,206	1,679,917
Due to other funds	--	17,081	47,048
Total Liabilities	1,454,162	51,323	1,731,457
NET ASSETS			
Held in Trust for Pension Benefits and Other Purposes	$ 3,311,331	$ --	$ 24,544,842

	Judicial Retirement Fund	New Jersey State Employees' Deferred Compensation Plan	Police and Firemen's Retirement System
$	17,102	$ 69,837	$ --
	305,721,862	1,059,192,561	14,137,090,368
	570,840	86,358	462,379,861
	--	--	532,733,506
	1,779,986	3,335,632	148,035,143
	64,740	--	3,729,512
	308,154,530	1,062,684,388	15,283,968,390
	81,590	718,044	7,551,795
	1,975,786	13,378,878	69,222,319
	321,114	--	2,149,916
	2,378,490	14,096,922	78,924,030
$	305,776,040	$ 1,048,587,466	$ 15,205,044,360

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STATE OF NEW JERSEY
STATEMENT OF FIDUCIARY NET ASSETS (Continued)
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS
JUNE 30, 2002

	Prison Officers' Pension Fund	Public Employees' Retirement System	State Police Retirement System
ASSETS			
Cash and cash equivalents	$ 42,332	$ --	$ 20,780
Investments	17,826,682	20,853,982,706	1,529,600,374
Receivables, net of allowances for uncollectibles			
Members	--	464,257,791	28,113,527
Employers	--	203,751,526	--
Other	186,258	169,611,065	13,533,004
Due from other funds	108,262	7,256,962	888,911
Total Assets	18,163,534	21,698,860,050	1,572,156,596
LIABILITIES			
Accounts payable	108	38,256,102	421,806
Benefits payable	251,723	101,964,201	6,203,256
Due to other funds	3,251	6,392,731	230,285
Total Liabilities	255,082	146,613,034	6,855,347
NET ASSETS			
Held in Trust for Pension Benefits and Other Purposes	$ 17,908,452	$ 21,552,247,016	$ 1,565,301,249

Supplemental Annuity Collective Trust	Teachers' Pension and Annuity Fund	Total Pension and Other Employee Benefits Trust Funds
$ --	$ --	$ 344,606
140,797,686	26,725,094,385	64,796,684,286
434,896	298,963,166	1,254,806,439
--	204,025,670	940,510,702
676,723	182,247,154	519,597,377
49,356	59,976	15,486,205
141,958,661	27,410,390,351	67,527,429,615
785,991	21,008,115	70,282,241
352,136	127,305,047	322,367,469
6,132	3,942,348	13,109,906
1,144,259	152,255,510	405,759,616
$ 140,814,402	$ 27,258,134,841	$ 67,121,669,999

STATE OF NEW JERSEY
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Alternate Benefit Long-Term Disability Fund	Central Pension Fund	Consolidated Police and Firemen's Pension Fund
ADDITIONS			
Contributions:			
Members	$ --	$ --	$ --
Employers	1,250,000	397,840	563,793
Other	--	27,897	12,199,213
Total Contributions	1,250,000	425,737	12,763,006
Investment Income:			
Net increase (decrease) in fair value of investments	10,955	24	211,560
Interest and dividends	130,569	1,760	781,895
Total Investment Income	141,524	1,784	993,455
Less investment expense	--	--	12,660
Net Investment Income	141,524	1,784	980,795
Total Additions	1,391,524	427,521	13,743,801
DEDUCTIONS			
Benefit payments	1,454,162	410,656	20,721,198
Refunds of contributions	--	16,865	--
Administrative expense	--	--	62,094
Total Deductions	1,454,162	427,521	20,783,292
Total Changes in Net Assets Held In Trust	(62,638)	--	(7,039,491)
Net Assets - July 1, 2001	3,373,969	--	31,584,333
Net Assets - June 30, 2002	$ 3,311,331	$ --	$ 24,544,842

Judicial Retirement Fund	New Jersey State Employees' Deferred Compensation Plan	Police and Firemen's Retirement System
$ 2,323,835	$ 121,675,078	$ 240,012,580
579,630	--	286,887,105
--	--	--
2,903,465	121,675,078	526,899,685
(38,868,925)	(131,290,133)	(1,758,360,537)
10,141,444	24,921,195	500,780,829
(28,727,481)	(106,368,938)	(1,257,579,708)
27,132	154,807	1,390,890
(28,754,613)	(106,523,745)	(1,258,970,598)
(25,851,148)	15,151,333	(732,070,913)
24,586,223	67,273,610	842,051,581
35,979	--	6,271,845
40,964	704,423	3,889,898
24,663,166	67,978,033	852,213,324
(50,514,314)	(52,826,700)	(1,584,284,237)
356,290,354	1,101,414,166	16,789,328,597
$ 305,776,040	$ 1,048,587,466	$ 15,205,044,360

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STATE OF NEW JERSEY
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS (Continued)
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Prison Officers' Pension Fund	Public Employees' Retirement System	State Police Retirement System
ADDITIONS			
Contributions:			
Members	$ --	$ 340,363,504	$ 13,758,972
Employers	--	1,208,577	389,092
Other	1,348,993	4,673	88
Total Contributions	1,348,993	341,576,754	14,148,152
Investment Income:			
Net increase (decrease) in fair value of investments	354,049	(2,614,061,468)	(186,296,642)
Interest and dividends	940,850	728,998,241	51,113,714
Total Investment Income	1,294,899	(1,885,063,227)	(135,182,928)
Less investment expense	2,298	4,754,571	135,654
Net Investment Income	1,292,601	(1,889,817,798)	(135,318,582)
Total Additions	2,641,594	(1,548,241,044)	(121,170,430)
DEDUCTIONS			
Benefit payments	2,990,730	1,358,160,290	74,808,612
Refunds of contributions	--	70,520,434	123,338
Administrative expense	12,311	19,990,570	253,999
Total Deductions	3,003,041	1,448,671,294	75,185,949
Total Changes in Net Assets Held In Trust	(361,447)	(2,996,912,338)	(196,356,379)
Net Assets - July 1, 2001	18,269,899	24,549,159,354	1,761,657,628
Net Assets - June 30, 2002	$ 17,908,452	$ 21,552,247,016	$ 1,565,301,249

Supplemental Annuity Collective Trust	Teachers' Pension and Annuity Fund	Total Pension and Other Employee Benefits Trust Funds
$ 8,413,708	$ 331,060,403	$ 1,057,608,080
--	4,134,785	295,410,822
--	1,172	13,582,036
8,413,708	335,196,360	1,366,600,938
(37,313,819)	(3,393,257,999)	(8,158,872,935)
2,427,633	886,882,180	2,207,120,310
(34,886,186)	(2,506,375,819)	(5,951,752,625)
--	3,348,064	9,826,076
(34,886,186)	(2,509,723,883)	(5,961,578,701)
(26,472,478)	(2,174,527,523)	(4,594,977,763)
--	1,791,516,438	4,183,973,500
17,886,559	22,624,415	117,479,435
--	9,648,390	34,602,649
17,886,559	1,823,789,243	4,336,055,584
(44,359,037)	(3,998,316,766)	(8,931,033,347)
185,173,439	31,256,451,607	76,052,703,346
$ 140,814,402	$ 27,258,134,841	$ 67,121,669,999

STATE OF NEW JERSEY
STATEMENT OF FIDUCIARY NET ASSETS
PRIVATE PURPOSE TRUST FUNDS
JUNE 30, 2002

	Insurance Annuity Trust Fund	Motor Vehicle Security Responsibility Fund
ASSETS		
Cash and cash equivalents	$ 500	$ 16,283
Investments	78,659	241,667
Total Assets	79,159	257,950
LIABILITIES		
Accounts payable	--	250,741
Due to other funds	--	7,110
Total Liabilities	--	257,851
NET ASSETS		
Held in Trust for Pension Benefits and Other Purposes	$ 79,159	$ 99

Unclaimed County Deposit Trust Fund	Unclaimed Insurance Payments on Deposits Account Fund	Total Private Purpose Trust Funds
$ 244	$ 29,451	$ 46,478
5,405,434	2,004,917	7,730,677
5,405,678	2,034,368	7,777,155
962,548	--	1,213,289
1,283,398	57,316	1,347,824
2,245,946	57,316	2,561,113
$ 3,159,732	$ 1,977,052	$ 5,216,042

STATE OF NEW JERSEY
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PRIVATE PURPOSE TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Insurance Annuity Trust Fund	Motor Vehicle Security Responsibility Fund
ADDITIONS		
Investment Income:		
Interest and dividends	$ 2,115	$ 7,110
Total Investment Income	2,115	7,110
Miscellaneous	6,000	--
Total Additions	8,115	7,110
DEDUCTIONS		
Refunds and transfers to other systems	--	7,110
Payments in accordance with trust agreements	--	--
Total Deductions	--	7,110
Total Changes in Net Assets Held In Trust	8,115	--
Net Assets - July 1, 2001 (Restated)	71,044	99
Net Assets - June 30, 2002	$ 79,159	$ 99

Unclaimed County Deposit Trust Fund	Unclaimed Insurance Payments on Deposit Accounts Fund	Total Private Purpose Trust Funds
$ 133,450	$ 57,316	$ 199,991
133,450	57,316	199,991
236,419	548	242,967
369,869	57,864	442,958
--	57,316	64,426
67,584	4,915	72,499
67,584	62,231	136,925
302,285	(4,367)	306,033
2,857,447	1,981,419	4,910,009
$ 3,159,732	$ 1,977,052	$ 5,216,042

STATE OF NEW JERSEY
STATEMENT OF NET ASSETS
NON-MAJOR COMPONENT UNITS - AUTHORITIES
JUNE 30, 2002

	Casino Reinvestment Development Authority	Higher Education Student Assistance Authority
ASSETS		
Current Assets		
Cash and cash equivalents	$ 241,293	$ 67,939,712
Investments	106,683,413	409,608,123
Receivables, net of allowances for uncollectibles		
Federal government	--	10,231,663
Loans	--	348,181,893
Mortgages	95,479,687	--
Other	29,971,582	14,341,567
Due from external parties	--	3,439,155
Due from primary government	--	--
Inventories	--	--
Other	20,056,762	--
Noncurrent Assets		
Fixed assets, net	94,580,740	1,098,684
Total Assets	347,013,477	854,840,797
LIABILITIES		
Current Liabilities		
Accounts payable	1,188,852	9,660,261
Due to external parties	--	4,051,024
Due to primary government	--	--
Interest payable	2,448,075	2,931,226
Deferred revenue	--	--
Other	--	7,800,699
Noncurrent Liabilities		
Due within one year	3,296,230	5,476,256
Due in more than one year	234,534,833	631,875,178
Total Liabilities	241,467,990	661,794,644
NET ASSETS		
Invested in capital assets, net of related debt	203,961	--
Restricted for:		
Capital projects	--	--
Debt service	17,515,314	12,849,042
Other purposes	71,952,948	180,197,111
Unrestricted	15,873,264	--
Total Net Assets	$ 105,545,487	$ 193,046,153

New Jersey Commerce and Economic Growth Commission	New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises	New Jersey Economic Development Authority	New Jersey Educational Facilities Authority
$ 9,051	$ 74,226	$ 23,371,191	$ 83,322
6,963,458	1,609,917	1,050,512,099	8,685,925
--	--	--	--
--	--	--	--
--	--	--	--
684,725	1,732,701	1,385,015,844	240,151
--	--	--	23,287
--	--	--	--
--	20,884	--	--
2,703,118	1,501,903	7,816,433	45,366
291,308	--	149,189,786	161,470
10,651,660	4,939,631	2,615,905,353	9,239,521
3,229,803	34,444	2,774,102	95,790
--	--	--	--
--	290,000	--	--
--	--	12,235,674	--
2,785,807	--	1,140,613	--
--	--	109,848,782	--
547,951	--	82,547,439	--
--	--	1,288,766,246	450,000
6,563,561	324,444	1,497,312,856	545,790
291,308	--	62,544,833	--
--	--	--	--
--	--	--	--
2,446,191	--	87,987,517	--
1,350,600	4,615,187	968,060,147	8,693,731
$ 4,088,099	$ 4,615,187	$ 1,118,592,497	$ 8,693,731

(Continued on next page)

STATE OF NEW JERSEY
STATEMENT OF NET ASSETS (Continued)
NON-MAJOR COMPONENT UNITS - AUTHORITIES
JUNE 30, 2002

	New Jersey Environmental Infrastructure Trust	New Jersey Health Care Facilities Financing Authority
ASSETS		
Current Assets		
Cash and cash equivalents	$ 4,691,203	$ 52,000
Investments	487,175,624	18,169,000
Receivables, net of allowances for uncollectibles		
Federal government	--	--
Loans	543,534,561	--
Mortgages	--	--
Other	16,740,485	1,116,000
Due from external parties	--	--
Due from primary government	--	--
Inventories	--	--
Other	10,474,303	109,000
Noncurrent Assets		
Fixed assets, net	41,224	79,000
Total Assets	1,062,657,400	19,525,000
LIABILITIES		
Current Liabilities		
Accounts payable	531,518	184,000
Due to external parties	--	--
Due to primary government	--	--
Interest payable	14,611,493	--
Deferred revenue	--	--
Other	--	--
Noncurrent Liabilities		
Due within one year	51,625,000	--
Due in more than one year	796,051,508	--
Total Liabilities	862,819,519	184,000
NET ASSETS		
Invested in capital assets, net of related debt	--	--
Restricted for:		
Capital projects	--	--
Debt service	189,380,112	--
Other purposes	--	--
Unrestricted	10,457,769	19,341,000
Total Net Assets	$ 199,837,881	$ 19,341,000

New Jersey Highway Authority	New Jersey Housing and Mortgage Finance Agency	New Jersey Meadowlands Commission	New Jersey Redevelopment Authority
$ 7,917,246	$ 5,410	$ 2,822,080	$ 201,056
359,281,708	1,267,726	135,070,151	51,685,038
--	--	593,257	--
--	--	--	14,085,571
--	2,444,831	--	--
3,283,863	18,615	213,884	--
--	6,043	--	--
--	--	--	4,273,000
1,395,689	--	--	--
9,039,114	31,900	23,402,446	352,715
686,472,804	19,776	15,833,791	150,966
1,067,390,424	3,794,301	177,935,609	70,748,346
85,037,442	--	3,592,208	151,005
--	22,631	--	17,486,983
--	24,536	--	--
13,066,194	30,487	--	--
11,052,831	--	564,060	--
1,301,684	210,161	5,324,358	270,286
21,850,000	74,143	54,415,000	--
578,165,807	2,704,041	75,224,154	--
710,473,958	3,065,999	139,119,780	17,908,274
89,998,395	--	15,833,791	--
--	--	--	--
85,587,826	253,479	--	--
40,231,978	184,277	8,780,815	29,868,857
141,098,267	290,546	14,201,223	22,971,215
$ 356,916,466	$ 728,302	$ 38,815,829	$ 52,840,072

(Continued on next page)

STATE OF NEW JERSEY
STATEMENT OF NET ASSETS (Continued)
NON-MAJOR COMPONENT UNITS - AUTHORITIES
JUNE 30, 2002

	New Jersey Sports and Exposition Authority	New Jersey Water Supply Authority
ASSETS		
Current Assets		
Cash and cash equivalents	$ 19,810,000	$ 688,654
Investments	182,129,000	39,002,142
Receivables, net of allowances for uncollectibles		
Federal government	--	--
Loans	--	--
Mortgages	--	--
Other	769,000	174,884
Due from external parties	20,509,000	2,488,739
Due from primary government	13,441,000	--
Inventories	--	163,093
Other	43,166,000	20,013,972
Noncurrent Assets		
Fixed assets, net	1,003,535,000	155,088,467
Total Assets	1,283,359,000	217,619,951
LIABILITIES		
Current Liabilities		
Accounts payable	70,064,000	765,753
Due to external parties	--	--
Due to primary government	--	--
Interest payable	25,119,000	1,319,233
Deferred revenue	19,609,000	914,550
Other	35,086,000	--
Noncurrent Liabilities		
Due within one year	42,307,000	4,055,588
Due in more than one year	969,913,000	116,187,235
Total Liabilities	1,162,098,000	123,242,359
NET ASSETS		
Invested in capital assets, net of related debt	57,036,000	34,845,644
Restricted for:		
Capital projects	--	--
Debt service	36,108,000	--
Other purposes	--	--
Unrestricted	28,117,000	59,531,948
Total Net Assets	$ 121,261,000	$ 94,377,592

South Jersey Port Corporation	South Jersey Transportation Authority	Total Non-Major Authorities
$ 5,271,776	$ 57,817,060	$ 190,995,280
5,929,542	38,030,146	2,901,803,012
--	333,263	11,158,183
--	--	905,802,025
--	--	97,924,518
3,798,765	2,613,183	1,460,715,249
5,506,348	--	31,972,572
5,215,899	--	22,929,899
--	33,797	1,613,463
453,022	6,859,727	146,025,781
81,745,912	458,556,448	2,646,845,376
107,921,264	564,243,624	8,417,785,358
888,503	6,246,256	184,443,937
5,000,000	--	26,560,638
--	208,334	522,870
1,974,926	1,897,714	75,634,022
314,377	2,758,027	39,139,265
1,845,772	3,649,002	165,336,744
2,656,640	4,299,079	273,150,326
74,669,647	224,435,264	4,992,976,913
87,349,865	243,493,676	5,757,764,715
689,501	262,234,597	523,678,030
3,782,189	20,856,482	24,638,671
6,919,109	15,806,233	364,419,115
--	--	421,649,694
9,180,600	21,852,636	1,325,635,133
$ 20,571,399	$ 320,749,948	$ 2,660,020,643

STATE OF NEW JERSEY
STATEMENT OF ACTIVITIES
NON-MAJOR COMPONENT UNITS - AUTHORITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Expenses	Charges for Services
Programs		
Casino Reinvestment Development Authority	$ 20,918,906	$ 22,236,992
Higher Education Student Assistance Authority	105,089,989	54,479,204
New Jersey Commerce and Economic Growth Commission	30,134,416	1,946,176
New Jersey Development Authority for Small Businesses, Minorities', and Women's Enterprises	498,922	121,071
New Jersey Economic Development Authority	114,991,065	3,758,469
New Jersey Educational Facilities Authority	1,684,857	2,456,549
New Jersey Environmental Infrastructure Trust	43,754,752	--
New Jersey Health Care Facilities Financing Authority	2,693,000	2,298,000
New Jersey Highway Authority	222,051,520	236,235,635
New Jersey Housing and Mortgage Finance Agency	262,907	21,356
New Jersey Meadowlands Commission	25,203,254	25,724,442
New Jersey Redevelopment Authority	2,341,321	742,886
New Jersey Sports and Exposition Authority	315,667,000	250,886,000
New Jersey Water Supply Authority	21,432,448	21,331,989
South Jersey Port Corporation	23,682,873	--
South Jersey Transportation Authority	64,627,308	54,925,090
Total Non-Major Authorities	$ 995,034,538	$ 677,163,859
General Revenue		
Payments from state		
Total General Revenue		
Change in Net Assets		
Net Assets - Beginning of Year (Restated)		
Net Assets - End of Year		

---------- Net (expense) Revenue and Changes in Net Assets ----------		
Program Revenues		
Operating Grants and Contributions	**Capital Grants and Contributions**	**Net (Expense) Revenue**
$ 10,175,532	$ --	$ 11,493,618
51,479,004	79,622,172	80,490,391
9,585,289	--	(18,602,951)
487,860	--	110,009
137,231,915	--	25,999,319
514,934	--	1,286,626
48,846,356	--	5,091,604
1,273,000	--	878,000
19,287,240	7,663,059	41,134,414
222,511	--	(19,040)
7,612,400	--	8,133,588
2,421,482	--	823,047
21,390,000	17,635,000	(25,756,000)
1,687,459	--	1,587,000
25,341,702	2,376,295	4,035,124
8,796,022	166,124,913	165,218,717
$ 346,352,706	$ 273,421,439	301,903,466
		614,449,987
		614,449,987
		916,353,453
		1,743,667,190
		$ 2,660,020,643

STATE OF NEW JERSEY
STATEMENT OF NET ASSETS
NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES
JUNE 30, 2002

	The College of New Jersey	Thomas Edison State College
ASSETS		
Current Assets		
Cash and cash equivalents	$ --	$ 534,643
Investments	39,672,000	21,868,652
Receivables, net of allowances for uncollectibles		
Federal government	577,000	332,905
Loans	4,267,000	--
Other	2,933,000	1,244,197
Due from primary government	1,423,000	865,409
Inventories	--	--
Other	185,959,000	730,600
Noncurrent Assets		
Fixed assets, net	349,362,000	33,355,839
Total Assets	584,193,000	58,932,245
LIABILITIES		
Current Liabilities		
Accounts payable	13,267,000	2,874,780
Due to external parties	--	324,771
Due to primary government	--	--
Interest payable	--	--
Deferred revenue	2,791,000	5,002,841
Other	448,000	--
Noncurrent Liabilities		
Due within one year	5,487,000	486,071
Due in more than one year	345,857,000	427,534
Total Liabilities	367,850,000	9,115,997
NET ASSETS		
Invested in capital assets, net of related debt	174,330,000	32,679,900
Restricted for:		
Capital projects	--	--
Debt service	1,133,000	--
Other purposes	14,589,000	1,936,590
Unrestricted	26,291,000	15,199,758
Total Net Assets	$ 216,343,000	$ 49,816,248

	Kean University	Montclair State University	New Jersey City University
$	2,880,509	$ 6,118,373	$ 438,110
	26,879,392	35,866,056	13,941,478
	615,794	--	747,459
	1,037,268	3,195,304	720,912
	2,211,556	5,620,982	2,025,105
	2,026,625	--	415,135
	--	--	--
	23,311,156	38,026,866	37,751,903
	93,026,500	135,129,241	77,601,949
	151,988,800	223,956,822	133,642,051
	10,119,000	12,755,039	6,938,913
	--	--	--
	--	--	129,010
	962,693	1,783,753	1,022,342
	3,804,094	7,383,240	1,453,868
	--	313,355	408,492
	4,608,293	5,134,132	5,506,326
	48,802,178	78,694,208	51,420,212
	68,296,258	106,063,727	66,879,163
	51,405,003	65,514,985	49,120,033
	6,038,186	3,419,414	1,313,656
	6,508,139	9,058,346	3,809,941
	1,153,961	440,543	2,005,000
	18,587,253	39,459,807	10,514,258
$	83,692,542	$ 117,893,095	$ 66,762,888

(Continued on next page)

STATE OF NEW JERSEY
STATEMENT OF NET ASSETS (Continued)
NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES
JUNE 30, 2002

	New Jersey Institute of Technology	The William Paterson University of New Jersey	Ramapo College of New Jersey
ASSETS			
Current Assets			
Cash and cash equivalents	$ 19,626,000	$ --	$ 288,000
Investments	44,984,000	21,233,538	12,557,000
Receivables, net of allowances for uncollectibles			
Federal government	12,662,000	989,955	624,000
Loans	--	863,009	692,000
Other	9,877,000	2,233,160	7,606,000
Due from primary government	5,650,000	516,138	222,000
Inventories	--	--	--
Other	60,031,000	29,593,228	33,763,000
Noncurrent Assets			
Fixed assets, net	188,725,000	166,188,346	120,239,000
Total Assets	341,555,000	221,617,374	175,991,000
LIABILITIES			
Current Liabilities			
Accounts payable	14,986,000	10,320,310	9,221,000
Due to external parties	1,148,000	243,569	--
Due to primary government	--	--	--
Interest payable	--	--	--
Deferred revenue	14,143,000	2,166,153	1,643,000
Other	--	--	--
Noncurrent Liabilities			
Due within one year	4,728,000	3,302,648	10,925,000
Due in more than one year	166,312,000	67,777,328	100,959,000
Total Liabilities	201,317,000	83,810,008	122,748,000
NET ASSETS			
Invested in capital assets, net of related debt	74,596,000	99,477,051	31,837,000
Restricted for:			
Capital projects	3,124,000	5,320,084	1,165,000
Debt service	3,757,000	7,725,311	12,008,000
Other purposes	38,949,000	113,085	2,977,000
Unrestricted	19,812,000	25,171,835	5,256,000
Total Net Assets	$ 140,238,000	$ 137,807,366	$ 53,243,000

Rowan University	The Richard Stockton College of New Jersey	Total Non-Major Colleges and Universities
$ --	$ 1,013,445	$ 30,899,080
23,119,033	49,589,518	289,710,667
1,429,449	--	17,978,562
--	2,122,599	12,898,092
3,292,764	2,485,680	39,529,444
797,213	414,990	12,330,510
902,820	37,970	940,790
57,969,710	18,242,219	485,378,682
176,109,788	101,346,502	1,441,084,165
263,620,777	175,252,923	2,330,749,992
14,394,473	5,869,965	100,746,480
--	--	1,716,340
311,044	--	440,054
3,757,688	1,522,422	9,048,898
3,474,155	5,635,885	47,497,236
--	--	1,169,847
6,498,484	3,780,021	50,455,975
151,753,196	56,523,021	1,068,525,677
180,189,040	73,331,314	1,279,600,507
57,921,368	48,107,372	684,988,712
--	--	20,380,340
12,034,403	9,047,750	65,081,890
1,770,500	--	63,934,679
11,705,466	44,766,487	216,763,864
$ 83,431,737	$ 101,921,609	$ 1,051,149,485

STATE OF NEW JERSEY
STATEMENT OF ACTIVITIES
NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Expenses	Charges for Services
Programs		
The College of New Jersey	$ 121,141,000	$ 65,271,000
Thomas Edison State College	49,054,105	14,455,620
Kean University	124,465,531	52,902,137
Montclair State University	152,729,511	70,022,935
New Jersey City University	95,784,016	32,897,138
New Jersey Institute of Technology	192,188,000	60,377,000
The William Paterson University of New Jersey	118,383,613	55,744,016
Ramapo College of New Jersey	74,112,000	36,123,000
Rowan University	135,116,042	58,761,341
The Richard Stockton College of New Jersey	85,056,222	38,244,083
Total Non-Major Colleges and Universities	$ 1,148,030,040	$ 484,798,270
General Revenue		
Payments from state		
Total General Revenue		
Change in Net Assets		
Net Assets - July 1, 2001 (Restated)		
Net Assets - June 30, 2002		

---------- Net (expense) Revenue and Changes in Net Assets ----------

Program Revenues			
Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenue	
$ 20,102,000	$ 531,000	$ (35,237,000)	
22,730,260	787,500	(11,080,725)	
21,145,338	2,925,105	(47,492,951)	
22,756,955	4,742,458	(55,207,163)	
19,303,079	2,405,608	(41,178,191)	
56,259,000	6,608,000	(68,944,000)	
14,369,259	3,576,060	(44,694,278)	
8,956,000	--	(29,033,000)	
28,775,518	540,027	(47,039,156)	
14,272,563	2,229,919	(30,309,657)	
$ 228,669,972	$ 24,345,677	(410,216,121)	
		464,518,314	
		464,518,314	
		54,302,193	
		996,847,292	
		$ 1,051,149,485	

SPECIAL REVENUE FUNDS

Alcohol Education, Rehabilitation and Enforcement Fund (N.J.S.A. 54:32C)

Annual deposits of $11 million are made to this Fund from annual collections of the Alcohol Beverage Excise Tax. The monies collected shall be dedicated as follows: 75 percent to alcohol rehabilitation, 15 percent to enforcement, and 10 percent to education.

Additionally, fees of $40 paid by persons convicted of operating a motor vehicle under the influence of intoxicating liquor or drugs, are deposited into this Fund to be used for the screening, evaluation, education, and referral of persons who have been convicted of drunk driving.

Atlantic City Parking Fees Fund (P.L. 1993, c.159)

There is imposed by this law a $2 parking fee per diem for each vehicle parked, garaged, or stored in any casino hotel parking space. These revenues are to be made available to the Casino Reinvestment Development Authority.

Atlantic City Tourism Promotion Fund (P.L. 1991, c.376)

This Fund accounts for revenues collected for fees of $2 per day for each occupied room in any hotel providing casino gaming and $1 per day for each occupied room in any other hotel in the eligible municipality. The revenues are collected, certified, and distributed on a monthly basis to the convention center operating authority. Amounts expended by the convention center operating authority are solely for the purpose of promoting tourism, conventions, resorts, and casino gaming.

Beaches and Harbor Fund (P.L. 1977, c.208)

An amount of $30 million was authorized to research, plan, acquire, develop, construct, and maintain beaches and harbors.

Board of Bar Examiners (R. 1:27B1)

This Fund was established for the purposes of drafting bar essay examination questions, reviewing applications, and preparing, administering, and grading bar examinations. Revenues are generated by payments made by candidates for admission to the Bar of the State of New Jersey. Revenues include examination fees, late fee charges, certificates of good standing, license name changes, and copying fees.

Boarding House Rental Assistance Fund (N.J.S.A. 55:14K-14)

The purpose of this Fund is to finance life safety improvement loans by the New Jersey Housing and Mortgage Finance Agency for the benefit of residents of boarding homes; and to provide a source of repayment for such life safety improvement loans.

Body Armor Replacement Fund (P.L. 1997, c.177)

The Body Armor Replacement Fund is a repository fund for monies provided pursuant to subsection (d) of R.S. 39:5-41 and shall be used exclusively for the purchase of body vests for law enforcement officers and correction officers.

Capital City Redevelopment Loan and Grant Fund (P.L. 1987, c.58)

This Fund was established for the redevelopment and revitalization of the City of Trenton. The State has established a redevelopment corporation operating within the boundaries of the Trenton district, which will plan, coordinate, and promote the public and private development of that district in a manner which enhances the vitality of the Trenton area as a place of commerce, recreation, and culture and as an area which to conduct public business and visit historic sites.

Casino Control Fund (N.J.S.A. 5:12-143)

The Casino Control Fund accounts for fees from the issuance and annual renewal of casino licenses, work permit fees, and other license fees. Appropriations fund the operations of the Casino Control Commission and the Division of Gaming Enforcement.

Casino Revenue Fund (N.J.S.A. 5:12-145)

The Casino Revenue Fund accounts for the tax on gross revenues generated by the casinos. Gross revenue refers to the total of all sums actually received by a licensee from gaming operations, less the total sums paid out as winnings to patrons and a deduction for uncollectible gaming receivables. Appropriations from this Fund must be used for reductions in property taxes, utility charges, and other specified expenses of eligible senior citizens.

Casino Simulcasting Fund (P.L. 1992, c.19)

Casino simulcasting is defined as the simultaneous transmission by picture of running or harness horse races conducted at race tracks to Atlantic City casinos and pari-mutuel wagering at those gambling establishments on the results of those races. A portion of the revenue generated from casino simulcasting is to be deposited into this Fund and shall be used for services to benefit senior citizens.

Casino Simulcasting Special Fund (P.L. 1992, c.19)

Casino simulcasting is defined as the simultaneous transmission by picture of running or harness horse races conducted at race tracks to Atlantic City casinos and pari-mutuel wagering at those gambling establishments on the results of those races. A portion of the revenue generated from casino simulcasting is to be deposited into this Fund and shall be disbursed to the Atlantic City Racetrack, Atlantic City casinos conducting simulcasting, and for other miscellaneous purposes.

Catastrophic Illness in Children Relief Fund (P.L. 1987, c.370)

The purpose of this Fund is to provide assistance to children and their families whose medical expenses due to a child's "catastrophic illness" extend beyond the families' available resources. Revenue is derived from a $1 annual surcharge per employee for all employers who are subject to the New Jersey Unemployment Compensation Law.

Clean Communities Account Fund (P.L. 1985, c.533)

Revenues are generated from taxes levied on manufacturers, wholesalers, distributors, and retailers of litter-generating products. Monies shall be used to provide grants to eligible municipalities and counties for litter pickup and trash removal programs.

Clean Waters Fund (P.L. 1976, c.92)

An amount of $120 million was authorized to research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities.

Community Development Bond Fund (P.L. 1981, c.486)

An amount of $85 million was authorized to capitalize the New Jersey Local Development Financing Fund and to provide support for the revitalization, development, and creation of urban industrial parks in the communities. An amount of $45 million was allocated to capitalize the New Jersey Local Development Financing Fund; $30 million was allocated for low-interest loans and grants to counties, municipalities, and other entities for assisting capital construction projects to aid in the revitalization of distressed urban areas and in the promotion of the economic and social development of older central commercial districts of rural and developing communities. The remaining $10 million was allocated to provide financial assistance for the creation and development of urban industrial parks.

Cultural Centers and Historic Preservation Fund (P.L. 1987, c.265)

An amount of $100 million was authorized for the purpose of financing the construction and development of cultural centers ($40 million); the restoration, repair, or rehabilitation of historic structures in the State ($25 million); and for the purpose of providing for grants and loans to assist municipalities, counties, and other units of local government to acquire and develop lands for recreation and conservation purposes ($35 million).

1992 Dam Restoration and Clean Waters Trust Fund (P.L. 1992, c.88)

An amount of $20 million was authorized from the Green Acres, Clean Water, Farmland, and Historic Preservation Bond Act of 1992 to finance dam restoration and inland water projects and loans.

1989 Development Potential Bank Transfer Fund (P.L. 1989, c.183)

Bonds authorized in the amount of $20 million are to be provided for the acquisition and development rights of land by the State for recreation and conservation purposes.

Developmental Disabilities Waiting List Reduction Fund (P.L. 1994, c.108)

An act authorized the creation of a debt of the State of New Jersey by the issuance of State bonds in the aggregate principal amount of $160 million for the purpose of planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of community based residential facilities for clients on the Developmental Disabilities Waiting List.

Disciplinary Oversight Committee (R. 1:20-2)

This Fund was established for the purpose of performing random audits of the books and records of New Jersey attorneys for compliance with standards established by the Supreme Court of New Jersey. Revenues are generated from annual attorney assessments paid by bar members.

Division of Motor Vehicles Surcharge Fund (P.L. 1994, c.57)

The Fund is comprised of revenues from surcharges and interest for payment to the New Jersey Economic Development Authority's Market Transition Facility Revenue Fund to pay principal and interest on the Market Transition Facility bonds.

Dredging and Containment Facility Fund (P.L. 1996, c.70)

An amount of $185 million was authorized for the construction of subaqueous pits, the construction of containment facilities, projects related to the decontamination of dredged materials, and dredging projects. Additionally, an amount of $20 million from bond proceeds was authorized for the purpose of dredging of navigation channels located in the port region.

Drinking Water State Revolving Fund (P.L. 1998, c.84)

This Fund is the depository for the receipt of federal capitalization grants and other funds made available to the State for drinking water projects and set-asides pursuant to the Federal Safe Drinking Water Act.

1996 Economic Development Site Fund (P.L. 1996, c.70)

An amount of $20 million was authorized for the purchase of real property, equipment, and any building, construction, and miscellaneous site improvements associated with an economic development site.

Emergency Flood Control Fund (P.L. 1978, c.78)

An amount of $25 million was authorized to acquire, develop, construct, and maintain flood control facilities and for the development of a comprehensive flood control master plan.

Emergency Medical Technician Training Fund (P.L. 1992, c.143)

This Fund was established to annually reimburse any private agency, organization, or entity which is certified by the Commissioner of Health and Senior Services to provide training and testing for volunteer ambulance, first aid, and rescue squad personnel who are seeking emergency medical tech-ambulance and defibrillation intermediate, or who are taking refresher courses or recertification for which that entity is not otherwise reimbursed.

Emergency Services Fund (N.J.S.A. 52:14E-5)

This Fund was established in 1972 to reimburse municipalities or counties for damage or excess costs as a result of an emergency. Payments must be certified by the Governor's Advisory Council and approved by the Governor.

Enterprise Zone Assistance Fund (P.L. 1983, c.303)

The purpose of this Fund is to concentrate the benefits of zone designation and to provide gradual and geographically balanced introduction of such zones. The law is aimed at encouraging the revitalization of some of the State's most distressed urban areas with incidence of poverty and unemployment.

1996 Environmental Cleanup Fund (P.L. 1996, c.70)

An amount of $70 million was authorized to provide for the remediation of hazardous discharge sites and for the construction of water supply facilities to replace potable water supplies determined to be contaminated or threatened by a discharge.

Farmland Preservation Fund (P.L. 1981, c.276)

An amount of $50 million was authorized for the purpose of the retention and development of farmland for agricultural use and production.

1989 Farmland Preservation Fund (P.L. 1989, c.183)

An amount of $50 million was authorized for the purpose of the preservation of farmland for agricultural use and production.

1992 Farmland Preservation Fund (P.L. 1992, c.88)

An amount of $50 million was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of the preservation of farmland for agricultural use and production.

1995 Farmland Preservation Fund (P.L. 1995, c.204)

An amount of $50 million was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 for the purpose of farmland preservation and agricultural use.

Fund for Support of Free Public Schools (N.J.S.A. 18A:56-1)

The Fund consists of proceeds from the sale of riparian lands, rents received on leased riparian lands of the State, licenses and fees related to such lands, and the income from earnings on investments. The income is appropriated by the Annual Appropriations Act for the support of free public schools. The income of the Fund is then transferred to the General Fund in support of such appropriations.

P.L. 1980, c.72, enacted on July 16, 1980, known as the "New Jersey School Bond Reserve Act," provides for the establishment of a School Bond Reserve within the Fund for Support of Free Public Schools, in an amount equal to at least 1 1/2 percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes, exclusive of bonds for debt service, which is provided by State appropriations.

Garden State Farmland Preservation Trust Fund (P.L. 1999, c.152)

The Garden State Farmland Preservation Trust Fund was authorized for the preservation of farmland for agricultural use and production. It receives funding through the annual General Fund appropriation to the Garden State Preservation Fund Account and approved bond sales.

Garden State Green Acres Preservation Trust Fund (P.L. 1999, c.152)

The Garden State Green Acres Preservation Trust Fund was authorized for the acquisition and development of lands by the State for recreation and conservation purposes. It receives funding through the annual General Fund appropriation to the Garden State Preservation Fund Account and approved bond sales.

Garden State Historic Preservation Trust Fund (P.L. 1999, c.152)

The Garden State Historic Preservation Trust Fund was authorized for the work relating to the conservation, improvement, repair, restoration, or stabilization of historic property. It receives funding through the annual General Fund appropriation to the Garden State Preservation Fund Account and approved bond sales.

Green Trust Fund (P.L. 1983, c.354)

An amount of $83 million was authorized from the 1983 New Jersey Green Acres Fund for the purpose of making loans and grants to local government units for the acquisition and development of lands for recreation and conservation.

Gubernatorial Elections Fund (N.J.S.A. 54A:9-25.1)

The Gubernatorial Elections Fund accounts for receipts from the one-dollar designation on New Jersey Gross Income Tax returns. When indicated by the taxpayer, one dollar of the tax is reserved from gross income tax revenues (Property Tax Relief Fund) and credited to the Gubernatorial Elections Fund. These funds are available for appropriation pursuant to The New Jersey Campaign Contributions and Expenditures Reporting Act, as amended.

Hazardous Discharge Fund of 1981 (P.L. 1981, c.275)

An amount of $100 million was authorized for the identification, cleanup, and removal of hazardous discharges.

Hazardous Discharge Fund of 1986 (P.L. 1986, c.113)

An amount of $200 million was authorized for the purpose of financing the cost of identification, cleanup, and removal of hazardous discharges.

Hazardous Discharge Site Cleanup Fund (P.L. 1985, c.247)

This Fund was established for the purposes of preparing feasibility studies, engineering designs, and undertaking other work necessary to the cleanup or mitigation of hazardous discharge sites in the State. An amount of $100 million was appropriated from the Hazardous Discharge Fund of 1981.

Health Care Subsidy Fund (P.L. 1992, c.160)

This Fund is comprised of revenues from employee and employer contributions, cigarette and tobacco taxes, hospital assessments, interest, and penalties. Monies in the Fund shall be used to distribute charity and other uncompensated care disproportionate share payments to hospitals; provide subsidies for the New Jersey Kid Care program; and provide financial assistance for hospitals, other health care initiatives, and hospital bond assistance.

Higher Education Facility Renovation and Rehabilitation Fund (P.L. 1990, c.126)

The sum of $45 million was appropriated from the Jobs, Education and Competitiveness Fund to the Higher Education Facility Renovation and Rehabilitation Fund to be used only for the renovation and rehabilitation of existing higher education buildings at various State colleges and universities, and the New Jersey Institute of Technology.

1992 Historic Preservation Fund (P.L. 1992, c.88)

An amount of $25 million was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of providing State matching grants to assist State agencies or entities, local government units, and qualifying tax exempt nonprofit organizations to meet the historic preservation project cost for historic properties, structures, facilities, or sites owned or leased on a long-term basis by those agencies, entities, units, or organizations.

1995 Historic Preservation Fund (P.L. 1995, c.204)

The purpose of this Fund is to provide matching grants to assist State agencies or entities, local government units, and qualified tax-exempt nonprofit organizations to meet the historic preservation project costs.

Historic Preservation Revolving Loan Fund (P.L. 1991, c.41)

There was appropriated $3 million to the Historic Preservation Revolving Loan Fund for the purpose of making low interest loans to counties, municipalities, or tax exempt non-profit organizations to finance the costs of acquiring, restoring, repairing, or rehabilitating historic structures.

Horse Racing Injury Compensation Fund (P.L. 1995, c.329)

The purpose of this Fund is to provide workersí compensation coverage to employees in the thoroughbred and standard bred horse racing industries in New Jersey. The costs of providing coverage shall be funded from assessments to both the thoroughbred and standard bred industries, based on their respective experience rating.

Housing Assistance Fund (P.L. 1968, c.127)

An amount of $12.5 million was authorized for interest rate subsidies on contracts and agreements with qualified mortgagors and mortgagees of housing developments to decrease rental and carrying charges to low and moderate income occupants of such housing, and to provide financial assistance to qualified housing developments that were constructed, financed, or rehabilitated under federal law and moderate income financing programs.

Jobs, Education and Competitiveness Fund (P.L. 1988, c.78)

An amount of $350 million was authorized for the construction, reconstruction, development, extension, improvement, and equipment of classrooms, academic buildings, libraries, computer facilities, and other higher education buildings at New Jersey's public and private institutions of higher education; the establishment and construction of advanced technology centers at public and private institutions of higher education; and for the expansion and construction of additional facilities at, and acquisition of additional and upgraded equipment for, existing advanced technology centers sponsored by the New Jersey Commission on Science and Technology.

Jobs, Science and Technology Fund (P.L. 1984, c.99)

An amount of $90 million was authorized for the establishment and construction of a network of advanced technology centers at public and private institutions of higher education; providing for the construction and improvement of technical and engineering facilities and for high technology job training and retraining programs at public and private institutions of higher education.

Korean Veteransí Memorial Fund (P.L. 1996, c.72)

The Korean Veteransí Memorial Fund is credited with funds collected by the Korean Veteransí Memorial Committee. The purpose of this Fund is to locate a suitable site for the construction of a memorial in the State of New Jersey honoring the veterans of the Korean War.

1996 Lake Restoration Fund (P.L. 1996, c.70)

An amount of $5 million was authorized for the removal of sand, silt, mud, sediment, rocks, stumps, vegetation, algae blooms, or other materials from lakes, or the abatement and control of pollution caused by storm water runoff, soil erosion, or other types of nonpoint source or point source pollution.

Legal Services Fund (P.L. 1996, c.52)

Revenues generated from the increase in certain filing fees in civil actions are credited to the Fund and are used to provide legal services to the poor in civil matters, funding for ten Superior Court judgeships, and support to Rutgers-Newark Law School, Rutgers-Camden Law School, and Seton Hall Law School for clinical programs which provide free legal representation to the poor.

Luxury Tax Fund (N.J.S.A. 40:48-8.30a(B), (P.L. 1991, c.375)

This Fund accounts for revenues collected under the provisions of the Luxury Tax Fund Act. The Act amends existing statutes wherein Atlantic City imposes a tax on certain sales and services. A portion of these tax revenues are dedicated to the payment of debt service on bonds issued for the construction of Convention Hall facilities, to subsidize Convention Center operating budget deficits, and to provide housing opportunities for low and moderate income families.

Medical Education Facilities Fund (P.L. 1977, c.235)

An amount of $120 million was authorized to refinance revenue bonds issued in 1974 by the New Jersey Health Care Facilities Financing Authority, to reduce interest costs for the construction of the teaching hospital at the University of Medicine and Dentistry of New Jersey. The refinancing also provided substantial savings ($25 million), which are available for the construction of other medical facilities.

Mortgage Assistance Fund (P.L. 1976, c.94)

An amount of $25 million was authorized for mortgage assistance and to spur construction, rehabilitation, and maintenance of housing for senior citizens and families of low and moderate income, and to provide funds for second mortgages and for a neighborhood preservation program.

Mutual Workers' Compensation Security Fund (N.J.S.A. 34:15-112)

Monies received from assessments levied against mutual insurance carriers writing workers' compensation insurance in the State are deposited in this Fund. Payments from the Mutual Workers' Compensation Fund are made to persons entitled to receive workers' compensation when a mutual carrier is determined to be insolvent.

Natural Resources Fund (P.L. 1980, c.70)

An amount of $145 million was authorized to fund state and local projects for resource recovery, sewage treatment, water supply, dam restoration, and harbor clean-up projects.

New Home Warranty Security Fund (N.J.S.A. 46:3B-7)

Monies received from participating builders of dwellings not previously occupied, excluding those constructed solely for lease, are deposited in this Fund. Payments are authorized by approved claims of owners for defects in new homes covered by the new home warranty.

New Jersey Automobile Insurance Guaranty Fund (P.L. 1990, c.8)

This Fund is utilized exclusively for the purpose of satisfying the financial obligations of the New Jersey Automobile Full Insurance Underwriting Association. Monies are collected from the following sources: tax imposed on premiums earned by the New Jersey Automobile Full Insurance Underwriting Association; surtax imposed on automobile insurance premiums; a percentage of the surcharges collected by the Division of Motor Vehicles; additional registration fees collected by the Division of Motor Vehicles; assessments against attorneys, auto body shops, medical examiners, chiropractors, and physical therapists; and loans from the New Jersey Property-Liability Insurance Guaranty Association.

P.L. 1994, c.57 amended P.L. 1990, c.8 to utilize any monies remaining after the New Jersey Automobile Full Underwriting Association debt has been satisfied to satisfy the current and anticipated liabilities and expenses of the Market Transition Facility.

New Jersey Building Authority (N.J.S.A. 52:18A-78.4)

The New Jersey Building Authority, created in 1981 as a body corporate and politic, is authorized to construct and rehabilitate office buildings and related facilities for use by State agencies. The Authority is authorized to issue bonds and notes to provide funds for construction and rehabilitation projects. The debt service on the bonds will be paid through lease agreements with the State.

1995 New Jersey Coastal Blue Acres Trust Fund (P.L. 1995, c.204)

An amount of $15 million has been authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 for the purpose of providing State grants and loans to assist local government units to meet the coastal blue acres cost of acquiring, for recreation and conservation purposes, lands in the coastal area that have been damaged by, or may be prone to incurring damage caused by, storms or storm-related flooding, or may buffer or protect other lands from such damage.

New Jersey Cultural Trust Fund (P.L. 2000, c.76)

The State Treasurer shall credit to a dedicated non-lapsing account in the General Fund beginning fiscal year 2001 up to and including fiscal year 2010 an amount not less than $10 million. The State Treasurer shall transfer to the trust fund from this account an amount equal to donations made to the Cultural Trust Fund subject to the availability of monies in the dedicated account. Interest or other monies earned on the deposits made to the Fund shall be used for assisting in the funding of capital facilities projects and endowment development, and contributing to the financial stability of qualified organizations in New Jersey.

1983 New Jersey Green Acres Fund (P.L. 1983, c.354)

An amount of $135 million was authorized for public acquisition and development of land for recreation and conservation purposes to meet the future needs of the expanding population. Of this amount, $52 million is allocated for the acquisition and development of land by the State. An amount of $83 million is to be transferred to the Green Trust Fund and is allocated for grants or loans to local government units for acquisition or development of land.

1989 New Jersey Green Acres Fund (P.L. 1989, c.183)

An amount of $90 million was authorized from the 1989 Open Space Preservation Bond Act to provide monies for State grants to assist local government units to acquire and develop land for recreation and conservation purposes.

1992 New Jersey Green Acres Fund (P.L. 1992, c.88)

An amount of $80 million was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of acquiring and developing land by the State for recreation and conservation purposes.

1995 New Jersey Green Acres Fund (P.L. 1995, c.204)

An amount of $115 million was authorized from the 1995 Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 to provide monies for public acquisition and development of land for recreation and conservation purposes.

1989 New Jersey Green Trust Fund (P.L. 1989, c.183)

An amount of $140 million was authorized from the 1989 Open Space Preservation Bond Act to provide monies for public acquisition and development of land for recreation and conservation purposes.

1992 New Jersey Green Trust Fund (P.L. 1992, c.88)

An amount of $120 million was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of providing State grants and loans to assist local government units to acquire and develop land for recreation and conservation.

1995 New Jersey Green Trust Fund (P.L. 1995, c.204)

An amount of $135 million was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 to provide monies for public acquisition and development of land for recreation and conservation purposes.

1995 New Jersey Inland Blue Acres Fund (P.L. 1995, c.204)

An amount of $15 million was authorized from the Green Acres, Farmland and Historic Preservation Bond Act of 1995, and Blue Acres Bond Act of 1995 for the purpose of providing monies to meet the inland blue acre cost of acquisition by the State, for recreation and conservation purposes, of lands in the floodway of the Passaic River and its tributaries that have been damaged by, or may be prone to incurring damage caused by, storms or storm related flooding, or that may buffer or protect other lands from such damage.

New Jersey Insolvent Health Maintenance Fund (P.L. 2000, c.12)

The purpose of this Fund is to protect, subject to certain limitations, covered individuals and providers against the failure or inability of HIP Health Plan of New Jersey, Inc. and the American Preferred Provider Plan, Inc. to perform certain contractual obligations due to their insolvency. The sum of $41.1 million will be appropriated from the Tobacco Settlement Fund as well as an aggregate amount not to exceed $50 million from the member organizations.

New Jersey Insurance Development Fund (N.J.S.A. 17:37A-18)

Receipts derived from a surcharge on all basic property insurance premiums paid for insurance policies written in the State, collected by the insurer, and remitted to the State are deposited in this Fund. Payments from the Fund reimburse any insurer or the New Jersey Insurance Underwriting Association for losses sustained. The reimbursement in any given calendar year shall not, however, exceed 5 percent of the insurance premiums written on essential property insurance in the State in the most recent full calendar year.

P.L.2002, c.12 specified that the balance remaining in this Fund, after all financial obligations are satisfied, is to be transferred to the General Fund.

New Jersey Lawyers' Fund for Client Protection (R. 1:28-7)

This Fund was established for the purpose of reimbursing, to the extent and in the manner provided by rules and regulations, losses resulting from dishonest conduct by members of the Bar of the State of New Jersey. Annual payments are made to this Fund by each member of the Bar of the State of New Jersey.

New Jersey Local Development Financing Fund (N.J.S.A. 34:1B-36)

An amount of $45 million is allocated from the Community Development Bond Fund to capitalize the New Jersey Local Development Financing Fund. The Fund will provide financial assistance to municipal governments, local development corporations, and other organizations sponsoring commercial and industrial projects which encourage municipal economic development.

New Jersey Spill Compensation Fund (N.J.S.A. 58:10-23.11i)

Receipts from taxes and penalties levied upon each owner or operator of a major facility of hazardous substances are deposited in this Fund. The tax is measured by the number of barrels of hazardous substances of the first transfer to the major facility. Payments may be authorized for clean-up costs, removal costs, research, and payments of approved claims.

New Jersey Spinal Cord Research Fund (P.L. 1999, c.201)

A $1 surcharge on motor vehicle fines and penalties are to be credited to this Fund. Money collected shall be used exclusively for the purpose of making grants for approved spinal cord research projects at qualified research institutions.

New Jersey Transportation Trust Fund Authority (N.J.S.A. 27:1B-4)

The New Jersey Transportation Trust Fund Authority was created under the New Jersey Transportation Trust Fund Authority Act of 1984 to provide the payment for and financing of all, or a portion of, the costs incurred by the Department of Transportation for the planning, acquisition, engineering, construction, reconstruction, repair, and rehabilitation of the State's transportation system.

New Jersey Workforce Development Partnership Fund (P.L. 1992, c.44)

This Fund was established to provide qualified displaced, disadvantaged, and employed workers with employment and training services most likely to provide the greatest opportunity for long range career advancement with high levels of productivity and earning power. The program shall provide those services by means of training grants or customized training services, provided the funding is not available from federal or other sources. Beginning January 1, 1993, each worker and employer shall contribute to the fund an amount equal to 0.025 percent of the workers' wages. These funds will reduce contributions to the Unemployment Compensation Fund.

Petroleum Overcharge Reimbursement Fund (P.L. 1987, c.231)

The Petroleum Overcharge Reimbursement Fund accounts for monies received by the State from the Federal government pursuant to court settlements with various petroleum companies and distributors as payments for overcharges for petroleum products. Appropriations are made from the Fund for energy efficiency and conservation programs.

Pinelands Infrastructure Trust Fund (P.L. 1985, c.302)

An amount of $30 million was authorized for the purpose of providing grants and loans to local units of government for transportation, wastewater treatment, water supply, and other infrastructure capital projects necessary to accommodate development in the pinelands area.

Pollution Prevention Fund (P.L. 1991, c.235)

The purpose of this Fund is the implementation of a comprehensive pollution prevention program which integrates the air pollution, water pollution, and hazardous waste management programs. The Fund shall be credited with fees imposed upon employers and collected by the Department of Labor.

Property Tax Relief Fund (N.J.S.A. 54A:9-25)

The Property Tax Relief Fund accounts for revenues from the New Jersey Gross Income Tax. Revenues realized from the Gross Income Tax are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. Annual appropriations are made from the Fund, pursuant to formulas established by the Legislature, to counties, municipalities, and school districts.

Real Estate Guaranty Fund (N.J.S.A. 45:15-34)

Monies received from additional fees on annual licenses of real estate brokers and real estate salesmen are deposited in this Fund. Claim payments, as certified by court orders, are made to persons aggrieved by the embezzlement, conversion, or unlawful obtaining of money or property by a licensed real estate broker or a real estate salesman, or an unlicensed employee of a real estate broker.

Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c.330)

An amount of $85 million was authorized to provide funds for loans or grants to local government units for the construction of resource recovery facilities and environmentally sound sanitary landfill facilities.

Safe Drinking Water Fund (N.J.S.A. 58:12A-12)

This Fund accounts for tax revenues collected from owners or operators of public community water systems pursuant to the Safe Drinking Water Act. Monies in this Fund are subject to appropriation to the Department of Environmental Protection for all costs associated with the department's administration of programs set forth in the Act.

Sanitary Landfill Facility Contingency Fund (N.J.S.A. 13:1E-100)

Receipts from taxes and penalties levied upon each owner or operator of every sanitary landfill facility are deposited in this Fund. The tax is levied per cubic yard of solids and per gallon of liquids. The Fund shall be liable for all direct and indirect damages resulting from the operations or closure of any sanitary landfill.

Shore Protection Fund (P.L. 1983, c.356)

An amount of $50 million was authorized for the purpose of State projects and the making of State grants and loans to counties and municipalities for researching, planning, acquiring, developing, constructing, and maintaining shore protection projects. Of the total available, $40 million was allocated for State shore protection projects and for State grants to counties and municipalities. The remaining $10 million was allocated for State loans to counties and municipalities.

State Disability Benefit Fund (N.J.S.A. 43:21-46a)

Deposits from contributions of workers and employers who are subject to the contribution section on taxable wages under the unemployment compensation law of the State are recorded in the Fund. Deposits are also made from special assessments, fines, penalties, and investment earnings. Payments from the Fund may be made to persons entitled to disability benefits and benefits not covered by the Workers' Compensation Law, for authorized refunds of contributions, and for administrative expenses.

State Land Acquisition and Development Fund (P.L. 1978, c.118)

An amount of $200 million was authorized for State and local acquisition and development to continue efforts to conserve open space and provide recreation areas. Half of the amount is allocated to urban areas.

State Recreation and Conservation Land Acquisition and Development Fund (P.L. 1974, c.102)

An amount of $200 million was authorized to enable the State to acquire and develop land and to provide for State grants to assist municipalities, counties, and other units of local government to acquire and develop land for recreation and conservation purposes.

State Recycling Fund (N.J.S.A. 12:1E-92)

Receipts from taxes and penalties levied upon each owner or operator of a sanitary landfill facility are deposited in this Fund. The tax is levied per cubic yard of all solid waste accepted for disposal at the facility. Grants are made to seek solutions to energy, environmental, and economic problems.

Stock Workers' Compensation Security Fund (N.J.S.A. 34:15-105)

Monies received from assessments levied against stock insurance carriers writing workersí compensation insurance in the State are deposited in this Fund. Payments from the Stock Workersí Compensation Fund are made to persons entitled to receive workersí compensation when a stock carrier is determined to be insolvent.

Stormwater Management and Combined Sewer Overflow Abatement Fund (P.L. 1989, c.181)

An amount of $50 million was authorized for the purpose of providing grants and loans to local government units for the costs of projects identified pursuant to the stormwater management and combined sewer overflow abatement project priority list.

Superior Court of New Jersey Trust Fund (R. 4:57-2 to 5)

This Fund accounts for monies representing deposits made in court as a result of litigation, including foreclosures, condemnations, liquidations, dissolutions, good faith deposits by liability insurers, sale of infants' lands, insolvencies, receiverships, and interpleaders.

Supplemental Workforce Fund for Basic Skills (PL 2002, c.152)

Beginning July 1, 2001, each employer shall contribute an amount equal to the amount that the employerís contribution is decreased pursuant to subparagraph (5) of subsection (c) of R.S.43:21-7. Beginning January 1, 2002, each worker shall contribute 0.0175 percent of the workerís wages as determined in paragraph (3) of subsection (b) of R.S. 43:21-7. The moneys in this fund shall be used for the basic skills training; reemployment services, and training programs for displaced disadvantaged workers.

Tobacco Settlement Fund

Payments received from the Master Settlement Agreement (MSA), dated November 23, 1998, are deposited into this Fund. The MSA is the national settlement reached with the tobacco industry in which participating states will be paid in perpetuity. The monies are expected to be spent on health and senior service initiatives, anti-smoking programs, and school construction.

Trial Attorney Certification Program (R. 1:39-1(h)

This Fund was established to assist the Supreme Court of New Jersey in the administration of the certification function for civil or criminal trial attorneys. The rules and regulations by which the Board is administered were approved by the Supreme Court of New Jersey.

Unclaimed Child Support Trust Fund (P.L. 1995, c.115)

All monies received, as abandoned child support shall be deposited into this Fund. Each year, within 45 days of the receipt of such funds, payments shall be made to the Judiciary consisting of the Federal Government's Title IV-D share. The remaining portions shall be used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

Unclaimed Utility Deposits Trust Fund (P.L. 2000, c.132)

All monies received in unclaimed property deposits from electric and gas utilities are deposited into this Fund. Each year, unless the administrator deems it prudent and advisable to do otherwise, the administrator shall pay to the New Jersey Statewide Heating Assistance and Referral for Energy Services (SHARES) non-profit corporation, or to another statewide non-profit energy assistance organization designated by the Board of Public Utilities within 45 days of the receipt of such funds, 75 percent of the unclaimed utility deposits received from each of the electric and gas utilities by the administrator. Money received from the administrator shall be used exclusively for the payment of expenses associated with the restoration of electric or gas service, or to prevent the termination of electric or gas service. The remaining portion shall be retained in the Fund and used to pay claims duly presented and allowed.

Unemployment Compensation Auxiliary Fund (N.J.S.A. 43:21-14g)

Amounts collected as penalties and interest assessed against employers who have failed to make payment of contributions required under the Unemployment Compensation Law to the State on a timely basis are deposited in this Fund.

Payments from the Fund are authorized for the refund of any interest and/or penalty credited hereto, determined to have been collected or remitted by mistake. The remaining amounts may be expended by appropriations for administrative costs of the Unemployment Compensation Law and for costs of programs which generate employment, such as the Work Incentive Program (WIN), authorized training programs, and economic development activities.

University of Medicine and Dentistry of New Jersey - Self-Insurance Reserve Fund (N.J.S.A. 52:18A-1 et seq.)

This Fund was established by a trust agreement between the State and the University of Medicine and Dentistry to cover malpractice claims against the hospitals and the University. Fund deposits are managed by the Division of Investment with earnings increasing the Fund. This insurance is required by the New Jersey Health Care Facilities Financing Authority for protection of the Authority's bondholders.

Unsatisfied Claim and Judgment Fund (N.J.S.A. 39:6-61)

Receipts from insurance companies, recoveries of judgments entered against uninsured motorists, and amounts credited from earnings on investments are deposited in this Fund.

Payments are authorized for approved claims to entitled persons resulting from bodily injury, death, and/or damage to property up to specified maximum amounts, exclusive of interest and costs. In addition, payments of no-fault benefits on hit and run and non-insured cases resulting in bodily injury caused by an accident involving a motor vehicle are likewise authorized. Payments are made for amounts of medical expense benefits, which exceed the maximum allowable amount payable for medical expense coverage under the no-fault provision of the New Jersey Automobile Reparation Reform Act. Administrative expenses are also payable as are approved refunds of excess recoveries on judgments.

Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund (P.L. 1997, c.125)

An amount of $20 million was authorized to provide financing for the demolition and disposal of unsafe buildings in urban and rural centers.

Vietnam Veterans' Memorial Fund (P.L. 1985, c.494)

This Fund receives monies from donations and income tax checkoffs to fund the Vietnam Veterans' Memorial honoring New Jersey veterans of the Vietnam conflict.

Volunteer Emergency Service Organizations Loan Fund (P.L. 1987, c.8)

The purpose of this Fund is to provide low-interest loans to volunteer emergency service organizations for the purpose of modernizing or replacing outmoded or unsafe emergency vehicles, apparatus, equipment, or facilities, or to establish facilities to meet an increasing demand for a higher level of service in the communities in which they serve.

Wastewater Treatment Fund (P.L. 1985, c.329)

An amount of $190 million was authorized for the purpose of financing the cost of construction of wastewater treatment systems. Of the total amount authorized, $150 million is allocated for the purpose of making grants and low or zero interest loans to local government units for financing the cost of the construction of wastewater treatment systems. In addition, this fund is the depository for the receipt of federal capitalization grants made available to the State for the purpose of financing wastewater treatment systems.

1992 Wastewater Treatment Fund (P.L. 1992, c.88)

An amount of $45 million was authorized for the purpose of making zero interest loans to local government units for wastewater treatment system projects, in order to bring such systems into full compliance with permits issued pursuant to the Water Pollution Control Act; to provide adequate wastewater treatment in areas where large numbers of septic systems have malfunctioned or become obsolete; or to connect an obsolete or malfunctioning wastewater treatment system to another wastewater treatment system.

Water Conservation Fund (P.L. 1969, c.127)

An amount of $271 million was authorized to conduct research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities for the preservation, sale, or exchange of water for potable, industrial, commercial, irrigational, recreational, and other public purposes.

Water Supply Fund (P.L. 1981, c.261)

An amount of $350 million was authorized to provide loans for State or local projects for the rehabilitation, repair, or consolidation of antiquated, damaged, or inadequately operating water supply facilities, as recommended by the New Jersey Water Supply Master Plan.

Water Supply Replacement Trust Fund (P.L. 1988, c.106)

This Fund provides loans to municipalities or municipally owned public water systems for the purpose of providing a permanent alternate water supply to persons whose principal source of potable water is contaminated or is threatened with contamination by hazardous substances.

Worker and Community Right to Know Fund (N.J.S.A. 34:5A-1)

This Fund was established to account for all fees collected from employers pursuant to the Worker and Community Right to Know Act. Monies in the Fund are allocated for expenses incurred in connection with the Act's provisions by the Department of Health and Senior Services, Department of Environmental Protection, Department of Labor, and the Department of the Treasury.

CAPITAL PROJECTS FUNDS

Correctional Facilities Construction Fund (P.L. 1982, c.120)

An amount of $170 million was authorized for construction of new medium security prisons, a program of county assistance, and renovations and modifications to existing State facilities.

Correctional Facilities Construction Fund of 1987 (P.L. 1987, c.178)

An amount of $198 million was authorized for State and county correctional facilities for planning, erection, acquisition, improvement, construction, reconstruction, development, extension, rehabilitation, demolition, and equipment.

Energy Conservation Fund (P.L. 1980, c.68)

An amount of $50 million was authorized, of which $3 million is for energy audits and $47 million is for energy-saving renovations to educational facilities, institutions, and public buildings of the State.

Human Services Facilities Construction Fund (P.L. 1984, c.157)

An amount of $60 million was authorized for the planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of human services facilities.

Institutional Construction Fund (P.L. 1978, c.79)

An amount of $100 million was authorized to construct or rehabilitate facilities for the mentally retarded in concert with the federal program for Intermediate Care Facilities/Mentally Retarded (ICF/MR) and the construction or rehabilitation of mental health and correctional facilities. In addition, funds were used for a library for the blind and handicapped and a forensic laboratory for the State Medical Examiner.

Institutions Construction Fund (P.L. 1976, c.93)

An amount of $80 million was authorized to provide safe and humane facilities at institutions for the mentally ill, mentally retarded, and incarcerated through construction of new facilities or rehabilitation and improvement of existing facilities.

New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund (P.L. 1989, c.180)

An amount of $115 million has been authorized for the purposes of rehabilitating and improving bridges in the State and the preservation and acquisition of railroad rights-of-way.

New Jersey Bridge Rehabilitation and Improvement Fund (P.L. 1983, c.363)

An amount of $135 million was authorized for the purpose of rehabilitating and improving bridges in the State's rail and road system. Of this sum, $97.5 million was reserved for the cost of rehabilitation and improvement of bridges carrying State highways and $37.5 million was reserved for the State share of the cost of rehabilitation and improvement of bridges carrying county and municipal roads.

Public Buildings Construction Fund (P.L. 1968, c.128)

An amount of $337.5 million was authorized for construction, reconstruction, development, extension, and equipping of public buildings for State institutions, higher education, including State and county colleges, vocational education, and for a statewide television and radio network.

Public Purpose Buildings and Community-Based Facilities Construction Fund (P.L. 1989, c.184)

An amount of $125 million was authorized for the purpose of the planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipment of State and community-based human services facilities and State correctional facilities.

Public Purpose Buildings Construction Fund (P.L. 1980, c.119)

An amount of $159 million was authorized for construction of public purpose buildings, including $50 million for facilities for the mentally retarded, $67 million for correctional facilities, $7 million for a veterans' long-term care facility, $3.5 million for facilities for children in need of supervision, and $21.5 million for facilities for the mentally ill.

Proceeds in the amount of $10 million from the sale of bonds was authorized to be segregated and held aside for guarantees providing that the monies shall be pledged as security for the obligation.

Special Transportation Fund (N.J.S.A. 27:1B-21)

This Fund was established in accordance with the provisions of the New Jersey Transportation Trust Fund Authority Act of 1984. The Fund accounts for the receipt of resources from the New Jersey Transportation Trust Fund Authority and related federal grant awards, and the expenditure of these funds for authorized public transportation projects. The funds can only be expended by the Department of Transportation pursuant to appropriations or authorizations made by the Legislature for the purpose of the Transportation Trust Fund Authority Act.

State Facilities for Handicapped Fund (P.L. 1973, c.149)

An amount of $25 million was authorized for expansion and renovation of the Marie H. Katzenbach School for the Deaf and for the planning, acquisition, improvements, and construction of regional day-school facilities to educate children with severe handicaps.

1999 Statewide Transportation and Local Bridge Fund (P.L. 1999, c.181)

An amount of $500 million was authorized for the purpose of rehabilitating and improving State transportation, including local bridges. Of this sum, $250 million was reserved for grants to county and municipal governments for the cost of rehabilitation and improvement of structurally deficient bridges carrying county or municipal roads including railroad overhead bridges. The remaining $250 million is reserved for transportation projects.

Transportation Rehabilitation and Improvement Fund (P.L. 1979, c.165)

An amount of $475 million was authorized to provide an improved transportation system for the State. Of this amount, $150 million was reserved for the improvement of public transportation facilities, $80 million was reserved for the improvement of county and municipal roads, and $245 million was reserved for the improvement of State highways.

Health Benefits Local Government Employers Program Fund (N.J.S.A. 52:14-17.25 et seq.)

This program provides basic health services for employees of Local governments. Employees may enroll in a traditional, point of service (NJ PLUS), or health maintenance organization (HMO) plan. The traditional coverage includes basic and extended hospital benefits, medical-surgical benefits, and major medical benefits but generally does not include preventive or wellness care. An HMO provides employees with a complete coverage including wellness and preventive care for medical services provided by affiliated physicians and hospitals. NJ PLUS is a point of service plan and combines managed care with the option of reimbursement for services performed by out of network physicians, hospitals, or laboratories. An employee or dependent is required to pay a small co-payment when visiting an HMO or NJ PLUS affiliated physician.

Prescription Drug Local Government Employers Program Fund (N.J.S.A. 52:14-17.29)

This program helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes, or other institutions. Included are those drugs, which, as required by Federal law, can be dispensed only upon a written prescription ordered by a physician. The program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment charge for each eligible prescription and prescription refill. This plan is provided to local employees whose employers have elected to participate in the State Prescription Drug Program.

State Lottery Fund (N.J.S.A. 5:9-21)

Monies derived from the sale of State lottery tickets are deposited into this Fund. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets and for the administrative expenses of the Division of State Lottery. The balance of funds is paid to the General Fund in support of the amounts annually appropriated for State institutions and for education. The present value of obligations for future installment payments of lottery prizes funded by the purchase of deposit fund contracts are accounted for in this Fund.

Unemployment Compensation Fund (N.J.S.A. 43:21-9a)

This Fund accounts for monies deposited from contributions of employers and employees for unemployment compensation, amounts credited or advances made by the Federal government, and amounts received herein from any other source.

After consideration is given to any claim for refund of overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund and held by the Treasurer of the United States in the State of New Jersey Unemployment Trust Fund. Drawdowns against the State of New Jersey Unemployment Trust Fund are made by requests submitted to the Treasurer of the United States by the Division of Employment Security on an as-needed basis, which amounts are transferred back to the Unemployment Compensation Fund and are then disbursed by the Division of Employment Security to persons entitled to receive unemployment benefits.

Any shortfall in the Unemployment Compensation Fund needed to pay benefits is covered by Federal statutes, which authorize advances from the Federal government for unemployment benefits. Such advances are repayable by increased rates on federally taxable wages reported by New Jersey employers, or the advances may be repaid out of the Fund assets at any time by the Governor.

STATE OF NEW JERSEY
FIDUCIARY FUNDS
DESCRIPTION OF FUNDS

AGENCY FUNDS

Alternate Benefit Program Fund (N.J.S.A. 18A:66-167 et seq.)

The Alternate Benefit Programs were established for full-time faculty members of public institutions of higher education. All eligible faculty members were permitted to transfer their interests in State retirement systems to these programs. Participants have the option to provide for their pensions through fixed or variable annuities purchased through various carriers as provided for in Chapter 92, P.L. 1995. The minimum contribution by employees is 5 percent of their base salary, and the State will contribute a flat rate of 8 percent of their base salary. Almost immediate vesting is available to those participating in the Alternate Benefit Programs.

Judiciary Bail Fund (R.3:26)

The purpose of this Fund is to serve as a repository for the collection of bail, the return of bail to the surety, and the remittance of associated revenues to the proper governmental agency.

Judiciary Child Support and Paternity Fund (Social Security Act, Title IV-D, as amended)

The purpose of this Fund is to serve as a repository for the collection of child support obligations and the subsequent remittance to the proper recipients.

Judiciary Probation Fund (N.J.S.A. 2C:46-4)

The purpose of this Fund is to serve as a repository for the collection and disbursement of court imposed financial obligations associated with the statewide probation function.

Judiciary Special Civil Fund (R.6)

The purpose of this Fund is to serve as a repository for the collection and disbursement of funds collected by the Special Civil Part of the Superior Court of New Jersey.

Luxury Tax Development Fund (N.J.S.A. 40:48-8.30a(B))

This Fund was established for the deposit of Luxury Tax revenues in excess of statutory requirements. Development funds are dedicated for various housing projects in the City of Atlantic City.

Pension Adjustment Fund (N.J.S.A. 43:3B)

The Fund covers all eligible pensioners of the State-administered retirement systems. This Fund provides cost-of-living allowances for retirees of the pension trust funds. The statutes provide that payments are contingent upon annual appropriation by the Legislature. The Pension Adjustment Fund is funded on a pay-as-you-go basis.

Resource Recovery Investment Tax Fund (P.L. 1985, c.38)

Receipts generated by the investment tax and waste importation tax plus any interest earned thereon, levied upon all owners or operators of sanitary landfill facilities who accept solid waste for disposal, are deposited in this Fund. The revenues are then allocated to counties based on statutory regulations.

Solid Waste Service Tax Fund (P.L. 1985, c.38)

Receipts generated by the solid waste services tax plus any interest earned thereon, levied upon all owners or operators of sanitary landfill facilities who accept solid waste for disposal, are deposited in this Fund. The revenues are then allocated to provide state aid to counties.

Tourism Improvement and Development Act (P.L. 1992, c.165)

This Fund was established for the deposit of tax revenues collected from predominantly tourism related sales, such as the occupancy of every hotel room subject to tax and receipts from the sale of food or drink, except those sold through vending machines. These funds are to be used to fund tourism facility improvements without placing the onus on the permanent residents and businesses.

Wage and Hour Trust Fund (N.J.S.A. 34:11-57)

The Wage and Hour Trust Fund consists of four agency accounts which are used to collect wage settlements from employers who are deemed to have violated one or more, of the various components of the New Jersey Wage and Hour Law; and, to disburse the funds collected to employees who are entitled to receive the wages.

INVESTMENT TRUST FUND

State of New Jersey Cash Management Fund-External Portion (N.J.S.A. 52:18A-90.4)

This is an investment pool to consolidate monies for municipalities, counties, school districts, and any other public body corporate or politic.

PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS

Alternate Benefit Long-Term Disability Fund

This Fund was established on October 1, 1986. It is employer-funded for long-term disability. Benefits will be paid to those members of the Alternate Benefit Programs Fund who have been disabled for two years or more since October 1, 1986.

Central Pension Fund

This Fund administers a series of noncontributory pension acts. No reserves are established for the payment of retirement benefits. These benefits are funded on a pay-as-you-go basis in accordance with the governing statute and the rules and regulations of the State House Commission.

Consolidated Police and Firemen's Pension Fund (N.J.S.A. 43:16)

This Fund was established to place 212 local police and firemen pension funds on an actuarial basis. The membership consists of policemen and firemen appointed prior to July 1, 1944. The liabilities of these local funds were shared: two-thirds by the participating counties and municipalities and one-third by the State.

Judicial Retirement System (N.J.S.A. 43:6A)

This system provides pension benefits to members of the State Judiciary. The system is maintained on an actuarial reserve basis.

New Jersey State Employees' Deferred Compensation Plan (N.J.S.A. 52:18A-164)

This Fund represents the activity of the deferred compensation plan by which amounts contributed by participating employees are invested through various investment options. Included in the Fund are those amounts contributed by participants through payroll withholding, plus investment earnings and appreciation in asset values related to those monies.

Police and Firemen's Retirement System (N.J.S.A. 43:16A)

All police and firemen, appointed after June 1944 in municipalities where local police and firemen pension funds existed or where this system was adopted by referendum or resolution, are required to become members of this system. Certain State and county employees are also covered. Employer obligations are paid by the local employers and the State. This Fund is maintained on an actuarial reserve basis.

Prison Officers' Pension Fund (N.J.S.A. 43:7)

This is a closed system for certain employees of State penal institutions and is funded on a pay-as-you-go basis.

Public Employees' Retirement System (N.J.S.A. 43:15A)

Most public employees in New Jersey, not required to become members of another contributory retirement program, are required to enroll in this system. The retirement benefits of this system are coordinated, but not integrated, with social security. This Fund is maintained on an actuarial reserve basis.

State Police Retirement System (N.J.S.A. 53:5A)

This system was created in July 1965 as successor to the State Police Retirement and Benevolent Fund. All uniformed officers and troopers of the Division of State Police in the New Jersey Department of Law and Public Safety are required to enroll. This system is maintained on an actuarial reserve basis.

Supplemental Annuity Collective Trust (N.J.S.A. 52:18A-110)

Any active, contributing member of the several State-administered retirement systems may enroll in this program. Members agree to make voluntary additional contributions through their pension funds to purchase variable retirement annuities in order to supplement the benefits provided by their basic system. Some employers agree to purchase tax-sheltered annuities for the same purpose for certain eligible public employees.

Teachers' Pension and Annuity Fund (N.J.S.A. 18A-66)

Most employees in every school district in the State and in the county vocational schools, as well as certain employees in the State Department of Education, are members of this system. The system of retirement benefits is coordinated, but not integrated, with social security. The Fund is maintained on an actuarial reserve basis.

PRIVATE PURPOSE TRUST FUNDS

Insurance Annuity Trust Fund (Superior Court of New Jersey, Law Division, Morris County, Docket No. L-081390-83)

This Fund was established to account for deposits made by Western National Life Insurance Company or its assignees on behalf of the State of New Jersey resulting from a lawsuit filed against the State.

Motor Vehicle Security Responsibility Fund (N.J.S.A. 39:6-30.1)

Security deposits made by motorists not having the required minimum motor vehicle insurance coverage in the State, who have been involved in a motor vehicle accident resulting in bodily injury or death and/or property damage, are recorded in this Fund. The deposits may be disbursed in satisfaction of judgments rendered or returned to the motorist upon release of liability.

Unclaimed County Deposits Trust Fund (P.L. 1992, c.173)

All monies received as unclaimed county deposits shall be deposited in the Fund. Each year 75 percent of the deposits received from a respective county shall be paid to that county. The remaining portion shall be retained in the Fund and used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

Unclaimed Insurance Payments on Deposit Accounts Fund

The Unclaimed Deposits Amendment Act of 1993 (UDAA) controls the disposition of unclaimed insurance payments on deposit accounts for insured depository institutions which are placed into receivership after July 28, 1993. Pursuant to the UDAA, unclaimed insurance deposits are placed into this Fund and held for ten years. Payments will be made to the owner upon determining that such individual or entity is the rightful owner of such funds. At the end of the ten-year period, any remaining deposits will be forwarded to the Federal Deposit Insurance Corporation (FDIC).

STATE OF NEW JERSEY
GENERAL FIXED ASSETS
SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION
JUNE 30, 2002

	Land	Land Improvements
Public safety and criminal justice	$ 5,696,807	$ 43,095,641
Physical and mental health	3,108,414	6,143,132
Educational, cultural, and intellectual development	23,840,793	1,174,502
Community development and environmental management	477,251,923	19,553,757
Economic planning, development, and security	279,100	--
Transportation programs	10,950,447	5,895,375
Government direction, management, and control	8,916,204	3,927,427
Special government services	--	--
Construction in progress	--	--
Total General Fixed Assets By Function	$ 530,043,688	$ 79,789,834

Buildings and Improvements	Machinery and Equipment	Construction in Progress	Total
$ 829,211,244	$ 66,689,370	$ --	$ 944,693,062
360,908,078	17,150,606	--	387,310,230
146,259,287	14,799,022	--	186,073,604
132,109,427	10,396,894	--	639,312,001
58,120,047	5,197,480	--	63,596,627
167,833,786	94,546,445	--	279,226,053
798,859,896	77,825,205	--	889,528,732
--	558,303	--	558,303
--	--	166,875,975	166,875,975
$ 2,493,301,765	$ 287,163,325	$ 166,875,975	$ 3,557,174,587

STATE OF NEW JERSEY
GENERAL FIXED ASSETS
SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE
JUNE 30, 2002

	Land	Land Improvements
INVESTMENT IN GENERAL FIXED ASSETS:		
ACQUIRED ON OR BEFORE JUNE 30, 1988:	$ 188,780,948	$ 41,250,024
ACQUIRED AFTER JUNE 30, 1988 FROM:		
State revenues	67,140,925	35,044,780
General obligation bonds	254,868,026	--
Federal revenues	10,659,921	694,525
Donations	--	2,500,000
Other	8,593,868	300,505
Construction in progress	--	--
Total Sources	341,262,740	38,539,810
Total Investment in General Fixed Assets	$ 530,043,688	$ 79,789,834

NOTE: June 30, 1988 represents the beginning of the first year in which the Fixed Asset System was used. The schedule does not reflect the funding sources for the construction in progress account.

Buildings and Improvements	Machinery and Equipment	Construction in Progress	Total
$ 801,679,583	$ 54,895,567	$ --	$ 1,086,606,122
1,416,084,575	217,461,540	--	1,735,731,820
234,454,501	2,880,367	--	492,202,894
27,658,472	3,323,577	--	42,336,495
3,261,200	376,880	--	6,138,080
10,163,434	8,225,394	--	27,283,201
--	--	166,875,975	166,875,975
1,691,622,182	232,267,758	166,875,975	2,470,568,465
$ 2,493,301,765	$ 287,163,325	$ 166,875,975	$ 3,557,174,587

STATE OF NEW JERSEY
GENERAL FIXED ASSETS
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Balance July 1, 2001	Additions	Deletions	Balance June 30, 2002
FUNCTION:				
Public safety and criminal justice	$ 920,468,221	$ 35,506,182	$ 11,281,341	$ 944,693,062
Physical and mental health	376,330,055	11,086,996	106,821	387,310,230
Educational, cultural, and intellectual development	180,618,189	5,772,637	317,222	186,073,604
Community development and environmental management	623,525,390	16,193,574	406,963	639,312,001
Economic planning, development, and security	59,928,718	5,147,510	1,479,601	63,596,627
Transportation programs	242,552,565	40,070,946	3,397,458	279,226,053
Government direction, management, and control	435,518,319	458,338,251	4,327,838	889,528,732
Special government services	422,033	412,305	276,035	558,303
Construction in progress	146,540,048	67,579,247	47,243,320	166,875,975
Total General Fixed Assets Allocated To Functions	$ 2,985,903,538	$ 640,107,648	$ 68,836,599	$ 3,557,174,587

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STATE OF NEW JERSEY
SCHEDULE OF OUTSTANDING BONDS
JUNE 30, 2002

BOND ACT	YEAR AUTHORIZED	AMOUNT AUTHORIZED (1)
Beaches and Harbor	1977	$ 30,000,000
Clean Waters	1976	120,000,000
Community Development	1982	85,000,000
Correctional Facilities Construction	1987	198,000,000
Developmental Disabilities Waiting List Reduction and Human Services Facilities Construction	1994	160,000,000
Emergency Flood Control	1978	25,000,000
Energy Conservation	1980	50,000,000
Farmland Preservation	1981	50,000,000
Hazardous Discharge	1981	100,000,000
Hazardous Discharge	1986	200,000,000
Higher Education Construction	1971	155,000,000
Institutional Construction	1978	100,000,000
Institutions Construction	1976	80,000,000
Jobs, Education and Competitiveness	1988	350,000,000
Jobs, Science and Technology	1984	90,000,000
Medical Education Facilities	1977	120,000,000
Natural Resources	1980	145,000,000
New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation	1989	115,000,000
New Jersey Green Acres	1983	135,000,000
New Jersey Green Acres Cultural Centers and Historic Preservation	1987	100,000,000
New Jersey Green Acres, Clean Waters, Farmland and Historic Preservation	1992	345,000,000
1995 New Jersey Green Acres, Farmland and Historic Preservation, and Blue Acres	1995	340,000,000
New Jersey Human Services Facilities Construction	1984	60,000,000
New Jersey Open Space Preservation	1989	300,000,000
Pinelands Infrastructure Trust	1985	30,000,000
Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development	1996	300,000,000
Public Purpose Buildings and Community-Based Facilities Construction	1989	125,000,000
Public Purpose Buildings Construction	1980	159,000,000
Refunding Bonds	1985	4,006,424,598
Resource Recovery and Solid Waste Disposal Facility	1985	85,000,000
Shore Protection	1983	50,000,000
State Land Acquisition and Development	1978	200,000,000
State Mortgage Assistance	1976	25,000,000
State Recreation and Conservation Land Acquisition	1971	80,000,000
State Recreation and Conservation Land Acquisition and Development	1974	200,000,000
State Transportation	1968	640,000,000
Statewide Transportation and Local Bridge Fund	1999	500,000,000
Stormwater Management and Combined Sewer Overflow Abatement	1989	50,000,000
Transportation Rehabilitation and Improvement	1979	475,000,000
Urban and Rural Centers Unsafe Buildings Demolition Bonds	1997	20,000,000
Wastewater Treatment	1985	190,000,000
Water Conservation	1969	271,000,000
Water Supply	1981	350,000,000
TOTAL		$ 11,209,424,598

(1) An additional $1,000,000 Emergency Housing Bonds (Act of 1946) remain authorized but are not to be issued.
(2) Retired includes bonds for which provision for payment have been made through the sale and issuance of refunding bonds.

AMOUNT UNISSUED	AMOUNT RETIRED (2)	AMOUNT OUTSTANDING
$ -	$ 28,400,000	$ 1,600,000
5,000,000	109,025,000	5,975,000
-	78,313,000	6,687,000
-	196,850,000	1,150,000
41,500,000	62,283,000	56,217,000
-	24,100,000	900,000
2,100,000	46,080,000	1,820,000
-	50,000,000	-
43,000,000	51,093,000	5,907,000
88,000,000	60,526,000	51,474,000
-	155,000,000	-
-	97,000,000	3,000,000
-	75,000,000	5,000,000
7,000,000	287,841,000	55,159,000
-	89,850,000	150,000
-	113,200,000	6,800,000
47,500,000	95,949,000	1,551,000
-	79,195,000	35,805,000
14,500,000	118,740,000	1,760,000
10,000,000	83,095,000	6,905,000
62,880,000	149,815,000	132,305,000
91,000,000	124,985,000	124,015,000
-	57,393,000	2,607,000
29,000,000	200,071,000	70,929,000
8,000,000	21,800,000	200,000
246,000,000	27,160,000	26,840,000
13,000,000	94,830,000	17,170,000
-	158,700,000	300,000
-	1,610,155,380	2,396,269,218
-	64,575,000	20,425,000
-	49,140,000	860,000
3,500,000	189,322,000	7,178,000
-	23,400,000	1,600,000
-	80,000,000	-
-	192,728,000	7,272,000
-	638,000,000	2,000,000
300,000,000	120,100,000	79,900,000
27,000,000	18,190,000	4,810,000
-	455,896,000	19,104,000
20,000,000	-	-
-	189,850,000	150,000
-	263,730,000	7,270,000
93,400,000	254,725,000	1,875,000
$ 1,152,380,000	$ 6,886,105,380	$ 3,170,939,218

STATE OF NEW JERSEY
SCHEDULE OF CHANGES IN GENERAL LONG-TERM DEBT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	YEAR AUTHORIZED	OUTSTANDING JULY 1, 2001
State Bonded Debt:		
Beaches and Harbor	1977	$ 2,100,000
Clean Waters	1976	10,313,000
Community Development	1982	11,545,000
Correctional Facilities Construction	1987	5,300,000
Developmentally Disabled Waiting List Reduction and Human Services Facilities Construction	1994	106,567,000
Emergency Flood Control	1978	1,350,000
Energy Conservation	1980	3,835,000
Farmland Preservation	1981	125,000
Hazardous Discharge	1981	12,099,000
Hazardous Discharge	1986	89,558,000
Higher Education Construction	1971	400,000
Institutional Construction	1978	4,200,000
Institutions Construction	1976	7,140,000
Jobs, Education and Competitiveness	1988	84,964,000
Jobs, Science and Technology	1984	800,000
Medical Education Facilities	1977	13,600,000
Natural Resources	1980	2,058,000
New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation	1989	71,420,000
New Jersey Green Acres	1983	3,615,000
New Jersey Green Acres, Cultural Centers and Historic Preservation	1987	16,590,000
New Jersey Green Acres, Clean Waters, Farmland and Historic Preservation	1992	236,917,000
1995 New Jersey Green Acres, Farmland and Historic Preservation, and Blue Acres	1995	234,025,000
New Jersey Human Services Facilities Construction	1984	3,875,000
New Jersey Open Space Preservation	1989	123,926,000
Pinelands Infrastructure Trust	1985	800,000
Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development	1996	51,305,000
Public Purpose Buildings and Community-Based Facilities Construction	1989	31,255,000
Public Purpose Buildings Construction	1980	600,000
Refunding Bonds	1985	2,021,734,598
Resource Recovery and Solid Waste Disposal Facility	1985	36,660,000
Shore Protection	1983	1,514,000
State Land Acquisition and Development	1978	10,333,000
State Mortgage Assistance	1976	2,480,000
State Recreation and Conservation Land Acquisition	1971	200,000
State Recreation and Conservation Land Acquisition and Development	1974	11,444,000
State Transportation	1968	4,150,000
Statewide Transportation and Local Bridge Fund	1999	195,925,000
Stormwater Management and Combined Sewer Overflow Abatement	1989	7,990,000
Transportation Rehabilitation and Improvement	1979	23,914,000
Wastewater Treatment	1985	875,000
Water Conservation	1969	16,168,000
Water Supply	1981	7,250,000
Subtotal		3,470,919,598
Other Debt:		
Revenue Bonds Payable	--	5,026,326,707
Accumulated Sick and Vacation Payable	--	449,045,005
Capital Leases	--	264,755,036
Installment Obligations	--	5,323,875,148
Certificates of Participation	--	138,622,651
Loans Payable	--	1,279,358,087
Net Pension Obligation *	--	54,576,337
Unamortized Premium	--	-
Unamortized Deferral on Refunding	--	-
Other	--	228,980,513
TOTAL		$ 16,236,459,082

* The opening balance has been restated to reflect net pension obligation unrecorded at June 30, 2001.

ADDITIONS	DEDUCTIONS	OUTSTANDING JUNE 30, 2002
$ -	$ 500,000	$ 1,600,000
-	4,338,000	5,975,000
-	4,858,000	6,687,000
-	4,150,000	1,150,000
-	50,350,000	56,217,000
-	450,000	900,000
-	2,015,000	1,820,000
-	125,000	-
-	6,192,000	5,907,000
-	38,084,000	51,474,000
-	400,000	-
-	1,200,000	3,000,000
-	2,140,000	5,000,000
-	29,805,000	55,159,000
-	650,000	150,000
-	6,800,000	6,800,000
-	507,000	1,551,000
-	35,615,000	35,805,000
-	1,855,000	1,760,000
-	9,685,000	6,905,000
-	104,612,000	132,305,000
-	110,010,000	124,015,000
-	1,268,000	2,607,000
-	52,997,000	70,929,000
-	600,000	200,000
-	24,465,000	26,840,000
-	14,085,000	17,170,000
-	300,000	300,000
608,345,000	233,810,380	2,396,269,218
-	16,235,000	20,425,000
-	654,000	860,000
-	3,155,000	7,178,000
-	880,000	1,600,000
-	200,000	-
-	4,172,000	7,272,000
-	2,150,000	2,000,000
-	116,025,000	79,900,000
-	3,180,000	4,810,000
-	4,810,000	19,104,000
-	725,000	150,000
-	8,898,000	7,270,000
-	5,375,000	1,875,000
608,345,000	908,325,380	3,170,939,218
2,206,450,000	1,432,042,749	5,800,733,958
27,958,211	-	477,003,216
330,948,439	47,423,428	548,280,047
794,125,000	801,564,838	5,316,435,310
5,843,611	43,516,155	100,950,107
-	-	1,279,358,087
27,110,493	-	81,686,830
202,471,704	8,511,055	193,960,649
(109,028,185)	(4,043,586)	(104,984,599)
107,980,336	16,878,036	320,082,813
$ 4,202,204,609	$ 3,254,218,055	$ 17,184,445,636

STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	CASINO CONTROL FUND			
	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Taxes	$ --	$ --	$ --	$ --
Licenses and fees	59,703,000	64,637,000	61,979,465	(2,657,535)
Investment earnings	--	--	242,185	242,185
Other	--	--	--	--
Total revenues	59,703,000	64,637,000	62,221,650	(2,415,350)
OTHER FINANCING SOURCES				
Transfers from other funds	--	--	--	--
Total other financing sources	--	--	--	--
Total revenues and other financing sources	59,703,000	64,637,000	62,221,650	(2,415,350)
EXPENDITURES				
Public safety and criminal justice	34,779,047	36,120,047	34,822,700	1,297,347
Physical and mental health	--	--	--	--
Educational, cultural, and intellectual development	--	--	--	--
Economic planning, development, and security	--	--	--	--
Transportation programs	--	--	--	--
Government direction, management, and control	26,053,991	26,053,991	24,740,762	1,313,229
Special government services	--	--	--	--
Total expenditures	60,833,038	62,174,038	59,563,462	(2,610,576)
Net change in fund balance	(1,130,038)	2,462,962	2,658,188	195,226
FUND BALANCE - JULY 1, 2001	11,199	11,199	11,199	--
FUND BALANCE - JUNE 30, 2002	$ (1,118,839)	$ 2,474,161	$ 2,669,387	$ 195,226

CASINO REVENUE FUND

Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
$ 359,400,000	$ 349,500,000	$ 347,915,634	$ (1,584,366)
--	--	--	--
1,600,000	1,000,000	861,145	(138,855)
--	64,373,701	64,373,701	--
361,000,000	414,873,701	413,150,480	(1,723,221)
2,000,000	14,208,829	14,208,829	--
2,000,000	14,208,829	14,208,829	--
363,000,000	429,082,530	427,359,309	(1,723,221)
--	--	--	--
377,766,294	377,766,294	377,350,016	416,278
19,635,000	19,635,000	19,588,788	46,212
6,174,000	6,174,000	6,174,000	--
24,821,000	24,821,000	24,821,000	--
--	--	--	--
92,956	92,956	87,709	5,247
428,489,250	428,489,250	428,021,513	(467,737)
(65,489,250)	593,280	(662,204)	(1,255,484)
38,516,452	38,516,452	38,516,452	--
$ (26,972,798)	$ 39,109,732	$ 37,854,248	$ (1,255,484)

(Continued on next page)

STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE (Continued)
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	GUBERNATORIAL ELECTIONS FUND			
	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Taxes	$ --	$ --	$ --	$ --
Licenses and fees	--	--	--	--
Investment earnings	--	--	--	--
Other	1,500,000	1,500,000	805,329	(694,671)
Total revenues	1,500,000	1,500,000	805,329	(694,671)
OTHER FINANCING SOURCES				
Transfers from other funds	--	10,394,671	10,394,671	--
Total other financing sources	--	10,394,671	10,394,671	--
Total revenues and other financing sources	1,500,000	11,894,671	11,200,000	(694,671)
EXPENDITURES				
Public safety and criminal justice	10,100,000	11,200,000	11,200,000	--
Physical and mental health	--	--	--	--
Educational, cultural, and intellectual development	--	--	--	--
Economic planning, development, and security	--	--	--	--
Transportation programs	--	--	--	--
Government direction, management, and control	--	--	--	--
Special government services	--	--	--	--
Total expenditures	10,100,000	11,200,000	11,200,000	--
Net change in fund balance	(8,600,000)	694,671	--	(694,671)
FUND BALANCE - JULY 1, 2001	--	--	--	--
FUND BALANCE - JUNE 30, 2002	$ (8,600,000)	$ 694,671	$ --	$ (694,671)

TOTAL NON-MAJOR GOVERNMENTAL FUNDS

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
	$ 359,400,000	$ 349,500,000	$ 347,915,634	$ (1,584,366)
	59,703,000	64,637,000	61,979,465	(2,657,535)
	1,600,000	1,000,000	1,103,330	103,330
	1,500,000	65,873,701	65,179,030	(694,671)
	422,203,000	481,010,701	476,177,459	(4,833,242)
	2,000,000	24,603,500	24,603,500	--
	2,000,000	24,603,500	24,603,500	--
	424,203,000	505,614,201	500,780,959	(4,833,242)
	44,879,047	47,320,047	46,022,700	1,297,347
	377,766,294	377,766,294	377,350,016	416,278
	19,635,000	19,635,000	19,588,788	46,212
	6,174,000	6,174,000	6,174,000	--
	24,821,000	24,821,000	24,821,000	--
	26,053,991	26,053,991	24,740,762	1,313,229
	92,956	92,956	87,709	5,247
	499,422,288	501,863,288	498,784,975	(3,078,313)
	(75,219,288)	3,750,913	1,995,984	(1,754,929)
	38,527,651	38,527,651	38,527,651	--
	$ (36,691,637)	$ 42,278,564	$ 40,523,635	$ (1,754,929)

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
MAJOR TAXES				
Sales	$ 6,137,000,000	$ 5,996,839,407	98	$ (140,160,593)
Corporation Business	1,854,100,000	1,171,456,857	63	(682,643,143)
Motor Fuels	537,000,000	523,818,533	98	(13,181,467)
Motor Vehicle Fees	396,801,000	404,162,549	102	7,361,549
Transfer Inheritance	540,000,000	510,367,419	95	(29,632,581)
Insurance Premium	303,000,000	345,816,449	114	42,816,449
Cigarette	221,000,000	236,228,753	107	15,228,753
Petroleum Products Gross Receipts	224,000,000	219,700,547	98	(4,299,453)
Corporation Banks and Financial Institutions	67,000,000	41,649,356	62	(25,350,644)
Alcoholic Beverage Excise Tax	82,000,000	81,280,499	99	(719,501)
Realty Transfer	87,000,000	90,003,903	103	3,003,903
Savings Institutions	11,000,000	10,556,862	96	(443,138)
Tobacco Products Wholesale Sales	15,000,000	15,627,272	104	627,272
Public Utility Excise	8,700,000	9,876,021	114	1,176,021
TOTAL MAJOR TAXES	10,483,601,000	9,657,384,427	92	(826,216,573)
MISCELLANEOUS TAXES, FEES, REVENUES				
Executive Branch:				
Department of Agriculture:				
Fertilizer Inspection Fees	200,000	200,000	100	--
Miscellaneous Revenue	4,000	5,517	138	1,517
Total Department of Agriculture	204,000	205,517	101	1,517
Department of Banking and Insurance:				
Actuarial Services	63,000	70,571	112	7,571
Bank Assessments	3,525,000	3,396,423	96	(128,577)
Banking Examination Fees	2,000,000	2,128,577	106	128,577
Banking Licenses and Other Fees	3,800,000	3,800,000	100	--
FAIR Act Administration	13,500,000	15,487,480	115	1,987,480
Insurance Special Purpose Assessment	15,366,000	14,279,716	93	(1,086,284)
Insurance Examination Billings	1,500,000	1,622,385	108	122,385
Insurance Fraud Prevention	33,590,000	32,938,892	98	(651,108)
Insurance Licenses & Other Fees	9,055,000	11,430,092	126	2,375,092
Real Estate Commission	3,650,000	3,367,019	92	(282,981)
Total Department of Banking and Insurance	86,049,000	88,521,155	103	2,472,155
Department of Community Affairs:				
Affordable Housing and Neighborhood Preservation Fair Housing	18,678,000	18,678,000	100	--
Boarding Home Fees	368,000	429,708	117	61,708
Construction Fees	6,555,000	6,555,000	100	--
Fire Safety	13,795,000	13,795,000	100	--
Housing Inspection	6,913,000	5,812,060	84	(1,100,940)
Miscellaneous Revenue	--	2,852	--	2,852

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Plan Review Additional	1,758,000	1,758,000	100	--
Planned Real Estate Development Fees	828,000	828,000	100	--
Workplace Standards Licenses, Permits and Fines	1,138,000	1,138,000	100	--
Total Department of Community Affairs	50,033,000	48,996,620	98	(1,036,380)
Department of Corrections:				
Court Fees	--	488	--	488
Miscellaneous Revenue	--	11,569	--	11,569
Victim and Witness Advocacy	--	14	--	14
Violent Crimes - Adminstration	--	20,089	--	20,089
Total Department of Corrections	--	32,160	--	32,160
Department of Education:				
Audit Recoveries	1,250,000	2,052,982	164	802,982
Audit Of Enrollments	712,000	2,012,683	283	1,300,683
Local School District Loan Recoveries-NJEDA	9,493,000	9,476,912	100	(16,088)
Miscellaneous Revenue	125,000	145,045	116	20,045
Nonpublic School Textbook Recoveries	500,000	1,365,507	273	865,507
School Construction Inspection Fees	574,000	461,578	80	(112,422)
State Board Of Examiners	1,856,000	1,856,000	100	--
Total Department of Education	14,510,000	17,370,707	120	2,860,707
Department of Environmental Protection:				
Air Pollution Fees and Fines	12,810,000	14,962,772	117	2,152,772
Clean Water Enforcement Act	1,250,000	2,746,717	220	1,496,717
Coastal Area Development Review Act	920,000	899,942	98	(20,058)
Endangered Species Tax Checkoff	230,000	222,031	97	(7,969)
Excess Diversion	240,000	273,335	114	33,335
Freshwater Wetlands Fees	1,800,000	1,908,225	106	108,225
Freshwater Wetlands Fines	45,000	53,000	118	8,000
Hazardous Waste Fees	2,000,000	1,118,447	56	(881,553)
Hazardous Waste Fines	375,000	1,436,153	383	1,061,153
Hunters' & Anglers' Licenses	11,944,000	11,944,000	100	--
Industrial Site Recovery Act	1,222,000	1,198,154	98	(23,846)
Laboratory Certification Fees	2,120,000	1,230,898	58	(889,102)
Laboratory Certification Fines	25,000	10,500	42	(14,500)
Marina Rentals	840,000	874,180	104	34,180
Marine Lands Preparation and Filing Fees	200,000	172,017	86	(27,983)
Medical Waste	3,700,000	3,924,812	106	224,812
Miscellaneous Revenue	--	13,500	--	13,500
New Jersey Pollutant Discharge Elimination	15,700,000	18,257,589	116	2,557,589
New Jersey Spill Compensation	--	111,478	--	111,478
New Jersey Water Supply Authority Debt Service Repayment	770,000	770,000	100	--
Parks Managemnt Fees and Permits	4,000,000	4,721,498	118	721,498
Parks Management Fines	175,000	188,814	108	13,814
Pesticide Control Fees	3,920,000	4,225,749	108	305,749

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Pesticide Control Fines	30,000	94,960	317	64,960
Radiation Protection Fees	3,211,000	3,195,958	100	(15,042)
Radiation Protection Fines	35,000	65,250	186	30,250
Radon Testers Certification	255,000	230,987	91	(24,013)
Shell and Marine Fisheries	7,000	6,375	91	(625)
Solid and Hazardous Waste Disclosure	3,708,000	2,867,330	77	(840,670)
Solid Waste Utility Regulation Assesments	2,400,000	2,608,476	109	208,476
Solid Waste Fines	850,000	470,933	55	(379,067)
Solid Waste Management Fees	6,085,000	5,290,808	87	(794,192)
Spring Meadow Golf Course	500,000	305,061	61	(194,939)
Stream Encroachment	1,400,000	1,341,688	96	(58,312)
Toxic Catastrophe Prevent Fees	1,200,000	1,333,401	111	133,401
Toxic Catastrophe Prevent Fines	50,000	78,345	157	28,345
Treatment Works	1,100,000	1,346,048	122	246,048
Underground Storage Tanks	1,555,000	1,273,035	82	(281,965)
Water Allocation	2,300,000	2,014,140	88	(285,860)
Water Supply Management	1,360,000	1,554,756	114	194,756
Water/Wastewater Operators License	220,000	221,651	101	1,651
Waterfront Development Fees	1,150,000	1,187,456	103	37,456
Well Permits/Well Drillers/ Pump Installers Licenses	1,100,000	1,136,034	103	36,034
Wetlands	15,000	13,645	91	(1,355)
Worker Community Right To Know Fines	60,000	128,768	215	68,768
Total Department of Environmental Protection	92,877,000	98,028,916	106	5,151,916
Department of Health and Senior Services:				
Admission Charge Hospital Assessment	6,000,000	6,000,000	100	--
Animal Control	385,000	319,203	83	(65,797)
Health Care Reform	1,200,000	1,200,000	100	--
Licnses, Fines, Permits, Penalties and Fees	790,000	790,000	100	--
Charity Care Recovery	5,000,000	293,121	6	(4,706,879)
Rabies Control	460,000	460,000	100	--
Total Department of Health and Senior Services	13,835,000	9,062,324	66	(4,772,676)
Department of Human Services:				
Child Care Licensing/Adoption Law	300,000	308,221	103	8,221
Early Periodic Screening and Diagnostic Testing	43,206,000	19,533,065	45	(23,672,935)
Hmo Recoveries	254,000	--	--	(254,000)
Federal Revenue Initiatives	828,000	1,570,890	190	742,890
Marriage License Fees	1,309,000	1,309,000	100	--
Medicaid Uncompensated Care-Acute	218,080,000	187,047,326	86	(31,032,674)
Medicaid Uncompensated Care-Mental Health	25,839,000	27,465,000	106	1,626,000
Medicaid Uncompensated Care-Psychiatric	168,124,000	168,214,606	100	90,606
Medicaid Uncompensated Care-UMDNJ	--	19,655,542	--	19,655,542
Medicaid Uncompensated Care-Piscataway	--	3,062,526	--	3,062,526

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Medical Assistance-Federal Match on PAAD	911,000	--	--	(911,000)
Miscellaneous Revenue	3,727,000	1,287,595	35	(2,439,405)
Patients' and Residents' Cost Recovery - Development Disability	17,726,000	26,379,503	149	8,653,503
Patient's and Residents' Cost Recovery - Psychiatric Hospitals	55,512,000	81,211,020	146	25,699,020
School Based Medicaid	39,000,000	25,466,926	65	(13,533,074)
Total Department of Human Services	574,816,000	562,511,220	98	(12,304,780)
Department of Labor:				
Special Compensation Fund	1,619,000	1,619,000	100	--
Workers' Compensation Assessment	11,601,000	11,601,000	100	--
Workplace Standards	1,871,000	1,871,000	100	--
Total Department of Labor	15,091,000	15,091,000	100	--
Department of Law and Public Safety:				
Beverage Licenses	2,000,000	2,000,000	100	--
Division of Consumer Affairs:				
General Revenues:				
Charities Registration Section	695,000	695,000	100	--
Consumer Affairs	--	2,100	--	2,100
Controlled Dangerous Substances	100,000	100,000	100	--
Legalized Games Of Chance Control	1,390,000	1,184,353	85	(205,647)
Private Employment Agencies	258,000	258,000	100	--
Weights And Measures - General	2,612,000	2,612,000	100	--
Professional Examining Board Fees:				
Architects	256,000	256,000	100	--
Audiology and Speech Language Pathology Advisory	51,000	51,000	100	--
Certified Public Accountants	611,000	238,644	39	(372,356)
Chiropractors	401,000	401,000	100	--
Cosmetology and Hairstyling	1,942,000	1,575,554	81	(366,446)
Dentistry	823,000	823,000	100	--
Electrical Contractors	469,000	135,391	29	(333,609)
Marriage Counselors	204,000	204,000	100	--
Master Plumbers	329,000	329,000	100	--
Medical Examiners	4,019,000	3,419,979	85	(599,021)
Mortuary Science	188,000	139,233	74	(48,767)
Nursing	3,933,000	3,933,000	100	--
Occupational Therapists and Assistants	35,000	35,000	100	--
Ophthalmic Dispensers and Ophthalmic Technicians	139,000	139,000	100	--
Optometrists	230,000	93,538	41	(136,462)
Orthotics & Prosthesis	11,000	--	--	(11,000)
Pharmacy	893,000	751,149	84	(141,851)
Physical Therapy	266,000	266,000	100	--
Professional Engineers & Land Surveyors	759,000	759,000	100	--

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Professional Planners	40,000	40,000	100	--
Psychological Examiners	301,000	234,711	78	(66,289)
Real Estate Appraisers	466,000	466,000	100	--
Respiratory Care	50,000	48,407	97	(1,593)
Shorthand Reporting	69,000	69,000	100	--
Social Workers	245,000	239,501	98	(5,499)
Veterinary Medical Examiners	191,000	191,000	100	--
New Jersey Cemetery Board	120,000	120,000	100	--
Division of State Police:				
Fingerprint Fees	1,014,000	1,014,000	100	--
Other Licenses	185,000	203,158	110	18,158
Private Detective Licenses	220,000	220,000	100	--
Miscellaneous Revenue	--	6,902	--	6,902
Other Boating Fees	1,000	--	--	(1,000)
Pleasure Boat Licenses	2,300,000	2,479,425	--	179,425
Securities Enforcement Fund	5,398,000	5,398,000	100	--
Violent Crime Board Administration	3,930,000	3,930,000	100	--
Total Department of Law and Public Safety	37,144,000	35,061,045	94	(2,082,955)
Department of Military and Veterans' Affairs:				
Soldiers' Homes	26,421,000	29,979,850	113	3,558,850
Total Department of Military and Veterans' Affairs	26,421,000	29,979,850	113	3,558,850
Department of State:				
Miscellaneous Revenue	--	127,312	--	127,312
Total Department of State	--	127,312	--	127,312
Department of Transportation:				
Air Safety Fund	965,000	965,000	100	--
Applications & Highway Permits	1,300,000	1,300,000	100	--
Auto Body Repair Shop Licensing	26,000	17,105	66	(8,895)
Autonomous Transportation Authorities	24,500,000	24,291,666	99	(208,334)
Drunk Driving Fines	710,000	390,302	55	(319,698)
Good Driver	61,000,000	62,802,319	103	1,802,319
Graduated Driver Licenses	2,100,000	1,395,425	66	(704,575)
Heavy Duty Diesel Fines	750,000	643,365	86	(106,635)
Interest on Purchase of Right Of Way	20,000	195,135	976	175,135
Logo Sign Program Fees	300,000	300,000	100	--
Miscellaneous Revenue	--	5,486	--	5,486
Motor Vehicle Database - Automated Access	8,389,000	21,817,962	260	13,428,962
Motor Vehicle Inspection Fund	74,050,000	76,758,724	104	2,708,724
Motor Vehicle Security Responsibility Law Administration	10,829,000	10,055,014	93	(773,986)
Motor Vehicle Surcharge	--	15,107	--	15,107
Outdoor Advertising	740,000	740,000	100	--
Parking Offenses	360,000	416,482	116	56,482
Photo Licensing	2,800,000	3,114,220	111	314,220

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Salvage Title	769,000	976,000	127	207,000
Special Plate Fees	750,000	750,000	100	--
Uninsured Motorist Program	3,400,000	3,405,094	100	5,094
Total Department of Transportation	193,758,000	210,354,406	109	16,596,406
Department of the Treasury:				
Assessments Cable TV	3,371,000	3,484,000	103	113,000
Assessments Public Utility	24,590,000	22,965,587	93	(1,624,413)
Business Personal Property	--	237,997	--	237,997
Casino Fines	--	411,703	--	411,703
Coin Operated Telephones	5,274,000	4,038,691	77	(1,235,309)
Commercial Recording Expedited	2,803,000	1,693,410	60	(1,109,590)
Commissions	1,100,000	1,182,121	107	82,121
Dormitory Safety Trust Fund Debt Service Recovery	2,850,000	--	--	(2,850,000)
Equipment Leasing Fund Debt Service Recovery	677,000	--	--	(677,000)
Escrow Interest from Construction Accounts	127,000	42,959	34	(84,041)
General Revenue Fees	24,600,000	30,057,492	122	5,457,492
Higher Education Bond Interest Recoveries	221,000	--	--	(221,000)
Higher Education Capital Improvement Debt Service Recoveries	9,376,000	2,682,460	29	(6,693,540)
Investment Earnings	29,205,000	17,552,290	60	11,652,710
Lease And Leaseback	40,000,000	--	--	(40,000,000)
Miscellaneous Revenue	230,000	1,835,477	798	1,605,477
New Jersey Health Care Facilities Financing Fund	--	16,500,000	--	16,500,000
New Jersey Housing and Mortgage Financing Agency	2,800,000	2,800,000	100	--
New Jersey Redevelopment Authority	--	17,500,000	--	17,500,000
Nuclear Emergency Response Assessment	3,054,000	4,000,000	131	946,000
Office of Dispute Settlement Mediation Fees	188,000	158,814	84	(29,186)
Public Defender Client Receipts	2,250,000	4,150,273	92	1,900,273
Public Utilities Customer Specific Tax	2,300,000	1,998,771	87	(301,229)
Public Utility Fines	300,000	300,000	100	--
Public Utility Gross Receipts anf Franchise Taxes	68,400,000	72,746,655	106	4,346,655
Public Utility Tax-Administration	2,000	52	3	(1,948)
Railroad Tax:				
Class II	2,839,000	3,303,490	116	464,490
Franchise	1,175,000	7,689	1	(1,167,311)
Rate Payer Advocate	5,387,000	5,387,000	100	--
Surplus Property	2,500,000	1,452,576	58	(1,047,424)
Transitional Energy Facilities Assessment	126,400,000	221,165,267	175	94,765,267
Total Department of Treasury	362,019,000	437,654,774	121	75,635,774

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Other Sources:				
Miscellaneous Revenue	500,000	13,030,294	2,606	12,530,294
Total Other Sources	500,000	13,030,294	2,606	12,530,294
Inter-Departmental Accounts				
Administration and Investment of Pension Funds	43,000,000	54,353,325	126	11,353,325
Employee Maintenance Deduction	300,000	300,000	100	--
Fringe Benefit Recoveries from Colleges and Universities	73,000,000	82,031,633	112	9,031,633
Fringe Benefit Recoveries from School Districts	18,000,000	21,899,930	122	3,899,930
Fringe Benefit Recoveries from Federal and Other Funds	105,000,000	110,940,122	106	5,940,122
Indirect Cost Recovery-DEP Other Fund	10,700,000	9,346,380	87	(1,353,620)
Market Transition Facility	38,500,000	44,600,000	116	6,100,000
Rent Of State Building Space	1,741,000	1,833,131	105	92,131
Social Security Recoveries from Federal and Other Funds	44,500,000	43,574,037	98	(925,963)
Total Inter-Departmental Accounts	334,741,000	368,878,558	110	34,137,558
Judicial Branch:				
Court Fees	59,644,000	61,771,895	104	2,127,895
Total Judicial Branch	59,644,000	61,771,895	104	2,127,895
TOTAL MISCELLANEOUS TAXES, FEES, REVENUES	1,861,642,000	1,996,677,753	107	135,035,753
INTERFUND TRANSFERS				
Beaches And Harbor Fund	75,000	39,560	53	(35,440)
Clean Communities Account Fund	725,000	725,000	100	--
Clean Water Fund	111,000	106,286	96	(4,714)
Correctional Facilities Construction Fund	22,000	17,577	80	(4,423)
Correctional Facilities Construction Act of 1987	301,000	198,223	66	(102,777)
Cultural Center and Historic Preservation Fund 1987	196,000	220,959	113	24,959
Developmental Disabilities Waiting List Reduction and Human Services Fund	550,000	697,017	127	147,017
Emergency Flood Control Fund	6,000	10,406	173	4,406
Energy Conservation Fund	10,000	--	--	(10,000)
Enterprise Zone Assistance Fund	25,909,000	18,719,180	72	(7,189,820)
Fund for Support of Free Public Schools	5,000,000	10,561,679	211	5,561,679
Hazardous Discharge Fund	15,000	36,160	241	21,160
Hazardous Discharge Site Cleanup Fund	16,049,000	16,772,000	105	723,000
Housing Assistance Fund	4,280,000	147,205	3	(4,132,795)
Human Services Facilities Construction Fund	15,000	15,762	105	762
Institutional Construction Fund	--	201	--	201
Institutions Construction Fund	1,000	268	27	(732)
Jobs, Education and Competitiveness Fund	75,000	191,643	256	116,643
Jobs, Science and Technology Fund	2,000	1,283	64	(717)

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002		REALIZATION OVER (UNDER) ANTICIPATION
		AMOUNT	PERCENT	
Judiciary Bail Fund	1,900,000	947,658	50	(952,342)
Judiciary Special Civil Fund	140,000	78,690	56	(61,310)
Judiciary Probation Fund	450,000	248,554	55	(201,446)
Judiciary Child Support and Paternity Fund	1,350,000	846,384	63	(503,616)
Judiciary Superior Court Miscellaneous Fund	270,000	127,667	47	(142,333)
Legal Services Fund	11,072,000	10,729,740	97	(342,260)
Medical Education Facilities Fund	--	15,668	--	15,668
Mortgage Assistance Fund	869,000	1,012,349	116	143,349
Motor Vehicle Security Responsibility Fund	7,000	7,110	102	110
Natural Resources Fund	107,000	145,477	136	38,477
New Jersey Bridge Rehabilitation and Improvement Fund	307,000	102,176	33	(204,824)
New Jersey Bridge Rehabilitation and Railroad Right of Way	740,000	924,792	125	184,792
New Jersey Green Acres Fund 1983	1,168,000	810,971	69	(357,029)
New Jersey Insolvent Health Maintenance Fund	--	513,475	--	513,475
New Jersey Insurance Development Fund	--	47,290,561	--	47,290,561
Medical Malpractice Reinsurance Recovery Fund	--	11,453,048	--	11,453,048
NewJersey Spill Compensation Fund	14,092,000	13,935,290	99	(156,710)
Pollution Prevention Fund	2,198,000	2,198,000	100	--
Public Buildings Construction Fund	--	100	--	100
Public Purpose Building and Community-Based Facilities Construction Fund	280,000	289,729	103	9,729
Public Purpose Building Construction Fund	12,000	9,260	77	(2,740)
Resource Recovery and Solid Waste Fund	226,000	152,168	67	(73,832)
Resource Recovery Investment Fund	--	222	--	222
Safe Drinking Water Fund	5,399,000	2,435,000	45	(2,964,000)
Sanitary Landfill Facilities Contingency Fund	416,000	189,093	45	(226,907)
School Fund Investment Account	2,716,000	2,716,000	100	--
Shore Protection Fund	867,000	415,811	48	(451,189)
Solid Waste Services Tax Fund	50,000	86,782	174	36,782
State Disability Benefits Fund	58,841,000	108,910,777	185	50,069,777
State Lottery Fund	765,000,000	754,549,833	99	(10,450,167)
State Lottery Fund Administration	18,777,000	21,541,810	115	2,764,810
State Land Acquisition and Development Fund	67,000	4,490	7	(62,510)
State Recreation and Conservation Land Acquisition and Development Fund 1974	78,000	50,311	65	(27,689)
State of New Jersey Cash Management Fund	2,400,000	2,911,075	121	511,075
State Recycling Fund	959,000	959,000	100	--
Stock Workers' Compensation Security Fund	10,000,000	10,000,000	100	--
Tobacco Settlement Fund	365,204,000	360,807,000	99	(4,397,000)
Transportation Rehabilitation and Improvement Fund	19,000	16,860	89	(2,140)
Unclaimed Personal Property Trust Fund	198,000,000	198,000,000	100	--
Unclaimed Utility Deposits Fund	--	52,369	--	52,369
Unemployment Compensation Tax Auxiliary Fund	15,183,000	12,274,575	81	(2,908,425)
UMDNJ Self-Insurance Reserve Fund	--	25,000,000	--	25,000,000
Unsatisfied Claim and Judgement Fund	2,369,000	2,408,000	102	39,000

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Wage and Hour Trust Fund	75,000	29,239	39	(45,761)
Water Conservation Fund	37,000	63,581	172	26,581
Water Supply Fund	3,399,000	3,368,676	99	(30,324)
Water Supply Replacement Trust	5,500,000	5,384,827	98	(115,173)
Worker and Community Right To Know Fund	2,362,000	2,366,412	100	4,412
Workforce Development Partnership Fund	11,793,000	13,650,138	116	1,857,138
TOTAL INTERFUND TRANSFERS	1,558,041,000	1,668,491,157	107	110,450,157
TOTAL REVENUES, GENERAL FUND	**$ 13,903,284,000**	**$ 13,322,553,337**	**96**	**$ (580,730,663)**

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
PROPERTY TAX RELIEF FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Gross Income Tax	$ 8,545,150,000	$ 6,836,992,402	80	$ (1,708,157,598)
TOTAL PROPERTY TAX RELIEF FUND	**$ 8,545,150,000**	**$ 6,836,992,402**	**80**	**$ (1,708,157,598)**

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
CASINO CONTROL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Licenses and Fees	$ 59,703,000	$ 61,979,465	104	$ 2,276,465
Interest	--	242,185	--	242,185
TOTAL CASINO CONTROL FUND	**$ 59,703,000**	**$ 62,221,650**	**104**	**$ 2,518,650**

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
CASINO REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Gross Revenue Tax	$ 359,400,000	$ 347,915,634	97	$ (11,484,366)
Casino Simulcasting Fund	2,000,000	2,000,000	100	--
Investment Income	1,600,000	861,145	54	(738,855)
TOTAL CASINO REVENUE FUND	**$ 363,000,000**	**$ 350,776,779**	**97**	**$ (12,223,221)**

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GUBERNATORIAL ELECTIONS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ANTICIPATED TO JUNE 30, 2002	REALIZED TO JUNE 30, 2002 AMOUNT	REALIZED TO JUNE 30, 2002 PERCENT	REALIZATION OVER (UNDER) ANTICIPATION
Taxpayers' Designations	$ 1,500,000	$ 805,329	54	$ (694,671)
TOTAL GUBERNATORIAL ELECTIONS FUND	**$ 1,500,000**	**$ 805,329**	**54**	**$ (694,671)**

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATED REVENUE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2002

	STATE	FEDERAL	DEDICATED AND REVOLVING	TOTAL
LEGISLATIVE BRANCH	$ --	$ --	$ 24,221	$ 24,221
EXECUTIVE BRANCH:				
Chief Executive	--	--	1,105,000	1,105,000
Agriculture	868,612	190,672,225	8,701,858	200,242,695
Banking and Insurance	1,861,892	--	16,231,804	18,093,696
Community Affairs	50,135,992	237,722,250	15,942,612	303,800,854
Corrections	--	33,778,127	55,098,651	88,876,778
Education	1,109,360	609,811,667	17,991,774	628,912,801
Environmental Protection	18,809,885	42,103,413	21,277,247	82,190,545
Health and Senior Services	6,334,450	1,380,173,507	1,236,810,860	2,623,318,817
Human Services	180,599,352	3,401,083,662	854,109,514	4,435,792,528
Labor	16,676,422	311,531,926	144,210,573	472,418,921
Law and Public Safety	85,493,831	133,509,751	133,096,179	352,099,761
Military and Veterans Affairs	1,700,181	19,728,214	46,367	21,474,762
Personnel	4,529,967	191,830	--	4,721,797
State	--	21,764,055	17,042,531	38,806,586
Transportation	9,190,021	14,001,970	37,913,744	61,105,735
Treasury	7,209,858	2,617,710	1,028,844,345	1,038,671,913
Interdepartmental	2,083,004	--	--	2,083,004
TOTAL EXECUTIVE BRANCH	386,602,827	6,398,690,307	3,588,423,059	10,373,716,193
JUDICIAL BRANCH	3,224,317	62,988,130	23,581,972	89,794,419
TOTAL APPROPRIATED REVENUE	$ 389,827,144	$ 6,461,678,437	$ 3,612,029,252	$ 10,463,534,833

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATED REVENUE
CASINO REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2002

	STATE	FEDERAL	DEDICATED AND REVOLVING	TOTAL
EXECUTIVE BRANCH:				
Health and Senior Services	$ 64,373,701	$ --	$ --	$ 64,373,701
TOTAL APPROPRIATED REVENUE	$ 64,373,701	$ --	$ --	$ 64,373,701

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STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
DIRECT STATE SERVICES			
Legislative Branch	$ 67,675,878	$ 13,294,991	$ 68,489,217
Executive Branch			
Chief Executive's Office	5,821,000	1,793,253	6,559,657
Agriculture	11,332,000	1,552,293	11,543,237
Banking and Insurance	67,254,453	4,376,571	65,526,811
Community Affairs	38,819,000	13,068,359	45,508,285
Corrections	780,126,500	21,573,865	766,126,505
Education	57,815,520	9,325,870	54,659,751
Environmental Protection	229,236,039	31,021,547	229,156,476
Health and Senior Services	103,665,000	16,074,323	83,629,326
Human Services	559,792,458	131,341,376	647,451,632
Labor	57,731,000	18,830,062	72,683,996
Law and Public Safety	432,048,000	176,024,806	518,153,042
Military and Veterans' Affairs	70,667,000	8,462,861	74,284,040
Personnel	29,735,000	4,687,469	31,396,327
State	27,788,000	3,663,880	24,061,502
Transportation	235,462,000	22,927,568	230,928,467
Treasury	425,953,050	52,929,206	402,887,052
Miscellaneous Executive Commissions	1,392,000	96,952	1,425,211
Inter-Departmental Accounts	1,230,312,000	58,128,743	1,109,049,721
Total Executive Branch	4,364,950,020	575,879,004	4,375,031,038
Judicial Branch	450,727,000	41,619,713	458,299,783
TOTAL DIRECT STATE SERVICES	$ 4,883,352,898	$ 630,793,708	$ 4,901,820,038

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ 2,755,766	$ 15,000	$ 9,710,886
7,854	15,150	1,031,592
266,198	715,304	359,554
722,898	3,533,989	1,847,326
499,357	4,346,567	1,533,150
15,141,632	20,058,734	373,494
3,778,742	6,969,919	1,732,978
6,000,148	10,195,407	14,905,555
14,558,774	20,932,237	618,986
20,629,596	16,379,611	6,672,995
1,396,616	810,798	1,669,652
13,804,418	9,831,527	66,283,819
1,416,836	1,322,206	2,106,779
1,007,046	1,724,722	294,374
2,471,224	2,211,244	2,707,910
6,418,583	19,191,035	1,851,483
15,272,427	17,948,728	42,774,049
8,058	183	55,500
17,190,806	123,884,328	38,315,888
120,591,213	260,071,689	185,135,084
20,776,914	5,997,222	7,272,794
$ 144,123,893	$ 266,083,911	$ 202,118,764

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES (Continued)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
GRANTS-IN-AID			
Executive Branch			
Chief Executive's Office	$ --	$ 903,853	$ --
Agriculture	3,904,000	3,806,816	3,565,170
Community Affairs	116,991,000	(4,048,174)	81,717,854
Corrections	90,105,000	25,371,189	103,557,586
Education	10,326,000	(335,000)	3,995,949
Environmental Protection	10,960,000	10,848,463	3,607,661
Health and Senior Services	686,839,000	243,535,970	657,482,082
Human Services	2,974,785,520	222,157,031	2,651,430,152
Labor	30,624,000	7,784,574	37,825,476
Law and Public Safety	29,765,000	15,083,804	24,587,380
Military and Veterans' Affairs	1,394,000	55,211	1,110,486
State	1,201,052,000	(48,886,066)	1,051,110,350
Transportation	260,027,000	2,117,102	254,508,980
Treasury	163,717,050	44,288,352	144,717,514
Inter-Departmental Accounts	534,258,300	(13,888,400)	488,408,328
Total Executive Branch	6,114,747,870	508,794,725	5,507,624,968
Judicial Branch	90,000	--	89,925
TOTAL GRANTS-IN-AID	$ 6,114,837,870	$ 508,794,725	$ 5,507,714,893

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ --	$ 903,853	$ --
1,481,354	2,664,292	--
8,207,878	17,266,318	5,750,776
21,061	1,400,000	10,497,542
58,934	5,936,117	--
6,230,706	10,681,534	1,288,562
23,893,023	215,352,125	33,647,740
43,184,371	457,134,347	45,193,681
16,667	566,431	--
10,535,778	9,725,646	--
192,751	33,562	112,412
27,497,086	71,010,874	2,547,624
37,418	5,600,000	1,997,704
5,102,401	38,932,702	19,252,785
349,500	31,610,435	1,637
126,808,928	868,818,236	120,290,463
2,275	(2,200)	--
$ 126,811,203	$ 868,816,036	$ 120,290,463

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES (Continued)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
STATE AID			
Executive Branch			
Agriculture	$ 9,642,000	$ 871,931	$ 8,746,912
Community Affairs	18,462,000	56,480,203	41,673,888
Education	884,203,000	1,902,984	871,293,180
Environmental Protection	22,446,000	495,605	5,238,299
Health and Senior Services	38,485,000	189,000	31,844,989
Human Services	261,795,000	18,303,464	272,085,705
Law and Public Safety	10,063,811	746,196	9,501,889
State	18,612,000	--	18,301,666
Treasury	397,034,863	(61,541,865)	231,333,827
Total Executive Branch	1,660,743,674	17,447,518	1,490,020,355
TOTAL STATE AID	$ 1,660,743,674	$ 17,447,518	$ 1,490,020,355

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ 112,927	$ 1,654,092	$ --
471,733	1,103,137	31,693,445
403,022	14,409,518	264
814,969	707,276	16,181,061
5,696,086	1,132,925	--
--	1,090,000	6,922,759
749,165	558,953	--
--	310,334	--
--	104,159,085	86
8,247,902	125,125,320	54,797,615
$ 8,247,902	$ 125,125,320	$ 54,797,615

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES (Continued)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
CAPITAL CONSTRUCTION			
Legislative Branch	$ --	$ 5,036,349	$ 2,165,155
Executive Branch			
Agriculture	50,000	10,551,865	4,084,649
Corrections	19,177,000	39,664,476	9,152,301
Education	2,930,000	5,090,700	1,068,666
Environmental Protection	120,215,000	84,220,698	87,400,193
Health and Senior Services	2,079,000	892,973	684,132
Human Services	5,200,000	34,079,716	4,685,620
Labor	--	238,462	238,462
Law and Public Safety	14,107,000	32,772,707	5,826,555
Military and Veterans' Affairs	6,954,000	13,322,434	558,546
State	7,541,000	15,528,955	14,645,668
Transportation	715,490,000	3,006,778	687,742,453
Treasury	1,100,000	12,227,890	1,884,479
Miscellaneous Executive Commissions	--	2,000	--
Inter-Departmental Accounts	180,719,000	54,187,997	154,927,111
Total Executive Branch	1,075,562,000	305,787,651	972,898,835
TOTAL CAPITAL CONSTRUCTION	$ 1,075,562,000	$ 310,824,000	$ 975,063,990

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ 2,478,466	$ --	$ 392,728
1,151,267	5,353,466	12,483
7,264,201	17,878,725	24,546,249
540,381	4,632,446	1,779,207
9,317,709	33,577,944	74,139,852
531,411	977,326	779,104
3,877,920	5,077,756	25,638,420
3,342,172	15,950,328	21,760,652
929,699	2,740,235	16,047,954
1,408,127	870,711	6,145,449
--	25,989,821	4,764,504
3,373,623	1,463,902	6,605,886
--	--	2,000
2,907,744	19,907,948	57,164,194
34,644,254	134,420,608	239,385,954
$ 37,122,720	$ 134,420,608	$ 239,778,682

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES (Continued)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
DEBT SERVICE			
Executive Branch			
Environmental Protection	$ 81,407,000	$ (16,280,000)	$ 54,279,615
Treasury	387,808,000	16,280,000	396,896,397
Total Executive Branch	469,215,000	--	451,176,012
TOTAL DEBT SERVICE	$ 469,215,000	$ --	$ 451,176,012

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ --	$ 10,847,385	$ --
--	7,191,603	--
--	18,038,988	--
$ --	$ 18,038,988	$ --

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES (Continued)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
FEDERAL			
Executive Branch			
Agriculture	$ 238,037,820	$ 24,306,048	$ 182,323,325
Community Affairs	221,809,834	37,906,817	214,849,948
Corrections	19,425,404	23,485,038	25,126,050
Education	636,950,059	49,742,255	523,382,348
Environmental Protection	197,115,118	10,594,883	34,920,040
Health and Senior Services	1,532,208,552	49,712,279	1,271,988,896
Human Services	3,598,050,882	165,943,881	3,351,580,787
Labor	343,862,378	76,710,344	259,563,186
Law and Public Safety	137,949,012	109,218,683	113,653,546
Military and Veterans' Affairs	62,581,000	6,177,638	15,448,007
Personnel	--	290,000	191,830
State	22,819,691	532,350	20,759,817
Transportation	58,727,915	11,912,272	1,752,808
Treasury	4,753,912	161,153	2,090,753
Total Executive Branch	7,074,291,577	566,693,641	6,017,631,341
Judicial Branch	58,718,274	7,184,728	61,758,508
TOTAL FEDERAL	$ 7,133,009,851	$ 573,878,369	$ 6,079,389,849

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ 36,790,333	$ --	$ 43,230,210
28,132,749	--	16,733,954
1,047,536	--	16,736,856
52,933,352	--	110,376,614
1,582,269	--	171,207,692
114,041,449	12,210,000	183,680,486
56,640,808	--	355,773,168
50,193,529	--	110,816,007
21,199,793	--	112,314,356
2,191,701	--	51,118,930
98,170	--	--
655,584	--	1,936,640
12,488,887	--	56,398,492
478,259	--	2,346,053
378,474,419	12,210,000	1,232,669,458
684,227	--	3,460,267
$ 379,158,646	$ 12,210,000	$ 1,236,129,725

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES (Continued)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
REVOLVING FUNDS			
Legislative Branch	$ --	$ 24,450	$ 22,449
Executive Branch			
Community Affairs	--	18,842,101	6,477,646
Corrections	--	28,144,571	27,514,427
Education	--	5,088,712	3,488,212
Environmental Protection	--	1,603,572	504,519
Health and Senior Services	--	18,292,470	13,674,275
Human Services	--	3,779,552	5,136,339
Labor	--	1,872,548	1,385,827
Law and Public Safety	--	635,045	404,831
State	--	745,880	1,204,874
Transportation	--	759,131	636,566
Treasury	--	223,727,824	181,390,737
Total Executive Branch	--	303,491,406	241,818,253
TOTAL REVOLVING FUNDS	$ --	$ 303,515,856	$ 241,840,702

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ --	$ --	$ 2,001
4,537,925	993,088	6,833,442
1,585,726	--	(955,582)
562,220	--	1,038,280
32,990	--	1,066,063
979,345	200,000	3,438,850
237,210	--	(1,593,997)
108,334	--	378,387
4,381	--	225,833
65,112	--	(524,106)
1,773	--	120,792
11,820,512	7,483,253	23,033,322
19,935,528	8,676,341	33,061,284
$ 19,935,528	$ 8,676,341	$ 33,063,285

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES (Continued)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
ALL OTHER			
Legislative Branch	$ --	$ 22,655	$ --
Executive Branch			
Chief Executive's Office	--	1,558,373	1,062,922
Agriculture	--	11,691,885	7,799,110
Banking and Insurance	--	18,771,918	16,331,992
Commerce and Economic Development	--	1,084	--
Community Affairs	--	41,721,091	(8,257,187)
Corrections	--	33,082,541	24,405,851
Education	--	16,547,674	12,176,267
Environmental Protection	--	49,409,682	15,596,073
Health and Senior Services	--	1,250,291,873	1,215,710,122
Human Services	--	801,159,788	785,379,583
Labor	--	230,531,278	134,161,382
Law and Public Safety	--	169,500,078	136,700,346
Military and Veterans' Affairs	--	61,339	41,470
Personnel	--	--	(9,948)
State	--	29,117,984	18,880,504
Transportation	--	22,809,450	10,561,651
Treasury	--	861,164,781	772,105,194
Total Executive Branch	--	3,537,420,819	3,142,645,332
Judicial Branch	--	28,860,148	21,424,955
TOTAL ALL OTHER	$ --	$ 3,566,303,622	$ 3,164,070,287

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ --	$ --	$ 22,655
--	--	495,451
132,995	--	3,759,780
220,135	139,000	2,080,791
--	--	1,084
30,191,691	--	19,786,587
588,206	--	8,088,484
767,962	98,747	3,504,698
5,390,644	1,516,634	26,906,331
7,748,535	808,702	26,024,514
2,289,916	748	13,489,541
--	20,004,038	76,365,858
14,984,472	1,737,536	16,077,724
2,885	--	16,984
9,948	--	--
395,396	5,121,755	4,720,329
197,220	6,310,093	5,740,486
9,636,598	35,451,990	43,970,999
72,556,603	71,189,243	251,029,641
1,380,800	--	6,054,393
$ 73,937,403	$ 71,189,243	$ 257,106,689

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES (Continued)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
GENERAL FUND SUMMARY			
Legislative Branch	$ 67,675,878	$ 18,378,445	$ 70,676,821
Executive Branch			
Chief Executive's Office	5,821,000	4,255,479	7,622,579
Agriculture	262,965,820	52,780,838	218,062,403
Banking and Insurance	67,254,453	23,148,489	81,858,803
Commerce and Economic Development	--	1,084	--
Community Affairs	396,081,834	163,970,397	381,970,434
Corrections	908,833,904	171,321,680	955,882,720
Education	1,592,224,579	87,363,195	1,470,064,373
Environmental Protection	661,379,157	171,914,450	430,702,876
Health and Senior Services	2,363,276,552	1,578,988,888	3,275,013,822
Human Services	7,399,623,860	1,376,764,808	7,717,749,818
Labor	432,217,378	335,967,268	505,858,329
Law and Public Safety	623,932,823	503,981,319	808,827,589
Military and Veterans' Affairs	141,596,000	28,079,483	91,442,549
Personnel	29,735,000	4,977,469	31,578,209
State	1,277,812,691	702,983	1,148,964,381
Transportation	1,269,706,915	63,532,301	1,186,130,925
Treasury	1,380,366,875	1,149,237,341	2,133,305,953
Miscellaneous Executive Commissions	1,392,000	98,952	1,425,211
Inter-Departmental Accounts	1,945,289,300	98,428,340	1,752,385,160
Total Executive Branch	20,759,510,141	5,815,514,764	22,198,846,134
Judicial Branch	509,535,274	77,664,589	541,573,171
TOTAL GENERAL FUND SUMMARY	$ 21,336,721,293	$ 5,911,557,798	$ 22,811,096,126

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ 5,234,232	$ 15,000	$ 10,128,270
7,854	919,003	1,527,043
39,935,074	10,387,154	47,362,027
943,033	3,672,989	3,928,117
--	--	1,084
72,041,333	23,709,110	82,331,354
25,648,362	39,337,459	59,287,043
59,044,613	32,046,747	118,432,041
29,369,435	67,526,180	305,695,116
167,448,623	251,613,315	248,189,680
126,859,821	479,682,462	452,096,567
51,715,146	21,381,267	189,229,904
64,620,179	37,803,990	216,662,384
4,733,872	4,096,003	69,403,059
1,115,164	1,724,722	294,374
32,492,529	79,524,918	17,533,846
19,143,881	57,090,949	70,873,461
45,683,820	212,631,263	137,983,180
8,058	183	57,500
20,448,050	175,402,711	95,481,719
761,258,847	1,498,550,425	2,116,369,499
22,844,216	5,995,022	16,787,454
$ 789,337,295	$ 1,504,560,447	$ 2,143,285,223

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
CASINO CONTROL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
DIRECT STATE SERVICES			
Law and Public Safety	$ 35,799,000	$ 321,047	$ 34,485,912
Treasury	25,245,000	808,991	24,592,666
TOTAL CASINO CONTROL FUND	$ 61,044,000	$ 1,130,038	$ 59,078,578

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
CASINO REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
DIRECT STATE SERVICES			
Health and Senior Services	$ 871,000	$ 51,576	$ 839,494
Law and Public Safety	92,000	956	85,000
GRANTS-IN-AID			
Health and Senior Services	310,761,000	66,082,718	370,800,178
Human Services	23,369,000	--	23,322,788
Labor	2,440,000	--	2,440,000
STATE-AID			
Transportation	24,821,000	--	2,250,143
TOTAL CASINO REVENUE FUND	$ 362,354,000	$ 66,135,250	$ 399,737,603

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ 336,788	$ 1,057,786	$ 239,561
148,096	27,925	1,285,304
$ 484,884	$ 1,085,711	$ 1,524,865

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ 50,788	$ 19,937	$ 12,357
2,709	4,291	956
5,659,556	383,984	--
--	46,212	--
--	--	--
22,570,857	--	--
$ 28,283,910	$ 454,424	$ 13,313

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
PROPERTY TAX RELIEF FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
GRANTS-IN-AID			
Treasury	$ 1,235,627,000	$ --	$ 1,227,352,836
STATE-AID			
Community Affairs	962,122,000	(745,139)	933,232,126
Education	6,375,155,000	136,335,553	6,245,326,813
Environmental Protection	9,823,000	--	7,526,149
Treasury	131,211,000	--	121,552,609
TOTAL PROPERTY TAX RELIEF FUND	$ 8,713,938,000	$ 135,590,414	$ 8,534,990,533

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
GUBERNATORIAL ELECTIONS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES
DIRECT STATE SERVICES			
Executive Branch			
Law and Public Safety	$ 11,200,000	$ --	$ 11,200,000
TOTAL GUBERNATORIAL ELECTIONS FUND	$ 11,200,000	$ --	$ 11,200,000

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ --	$ 8,082,302	$ 191,862
1,491,811	26,652,924	--
402,126	262,860,615	2,900,999
2,159,784	137,067	--
--	4,133,563	5,524,828
$ 4,053,721	$ 301,866,471	$ 8,617,689

ENCUMBRANCES	LAPSED	CONTINUING APPROPRIATIONS
$ --	$ --	--
$ --	$ --	$ --

STATE OF NEW JERSEY
TEN-YEAR FINANCIAL SUMMARY [1]
FOR FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)

	2002	2001	2000	1999
REVENUES [2]				
Taxes	$ 16,800	$ 17,824	$ 16,718	$ 15,335
Federal and other grants	7,566	6,684	6,041	5,616
Licenses and fees	840	896	854	839
Services and assessments	1,287	1,188	1,223	1,137
Investment earnings	15	82	72	55
Contributions	231	136	--	--
Other	6,167	5,026	4,855	3,711
Total Revenues	$ 32,906	$ 31,836	$ 29,763	$ 26,693
EXPENDITURES [2]				
Public safety and criminal justice	$ 2,506	$ 2,385	$ 2,261	$ 2,076
Physical and mental health	8,831	7,523	7,127	5,861
Education, cultural, and intellectual development	10,232	9,585	8,833	8,424
Community development and environmental management	1,894	1,855	1,702	1,576
Economic planning, development, and security	2,832	2,628	2,735	2,641
Transportation programs	2,024	1,753	1,581	1,572
Government direction, management, and control	4,759	4,075	2,965	2,604
Special government services	230	224	207	187
Other financing uses	1,326	1,493	1,777	1,576
Total Expenditures	$ 34,634	$ 31,521	$ 29,188	$ 26,517

(1) The ten year summary includes the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, the Gubernatorial Elections Fund, and the Special Transportation Fund. Nonrecurring items are not included in either revenues or expenditures.

(2) The State's policy for revenue and expenditure recognition is described in Note 1.

1998	1997	1996	1995	1994	1993
$ 14,195	$ 13,008	$ 12,690	$ 12,146	$ 12,291	$ 12,734
5,532	5,664	5,392	4,778	4,309	4,827
818	759	693	710	641	554
1,135	1,157	1,228	1,226	1,061	1,822
46	48	51	67	41	54
--	--	--	--	--	--
3,516	3,726	3,908	3,475	3,213	1,912
$ 25,242	$ 24,362	$ 23,962	$ 22,402	$ 21,556	$ 21,903
$ 1,873	$ 1,814	$ 1,687	$ 1,529	$ 1,307	$ 1,268
5,635	5,547	5,308	5,158	4,798	4,996
7,641	7,190	7,126	6,275	6,995	6,943
1,547	1,351	1,305	1,119	1,125	1,105
2,540	2,677	2,791	2,381	2,294	2,306
1,617	1,731	1,587	1,466	1,420	1,347
2,553	2,420	2,508	3,227	2,598	2,560
174	177	161	157	145	132
1,386	1,291	1,763	1,003	786	1,000
$ 24,966	$ 24,198	$ 24,236	$ 22,315	$ 21,468	$ 21,657

STATE OF NEW JERSEY
REVENUE SUMMARY BY MAJOR TAX
1998-2002
(Expressed in Millions)

	2002	2001	2000	1999	1998
Gross Income Tax	$ 6,837.0	$ 7,989.2	$ 7,205.3	$ 6,323.9	$ 5,590.6
Sales and Use Tax	5,996.8	5,758.7	5,508.1	5,054.4	4,766.2
Other Major Taxes	2,489.1	2,429.9	2,307.8	2,282.5	2,305.0
Miscellaneous Taxes, Fees	2,911.5	2,296.9	2,307.7	2,107.9	2,226.4
Corporation Business Tax	1,171.5	1,389.5	1,452.1	1,402.9	1,231.6
State Lottery	754.5	697.4	719.9	652.3	642.8
Casino Taxes and Fees	413.0	399.3	396.3	382.5	369.8
Total	$ 20,573.4	$ 20,960.9	$ 19,897.2	$ 18,206.4	$ 17,132.4

STATE OF NEW JERSEY
REVENUE SUMMARY
PERCENT DISTRIBUTION OF REVENUE COLLECTIONS
1998-2002

	2002	2001	2000	1999	1998
Gross Income Tax	33.2 %	38.1 %	36.3 %	34.7 %	32.6 %
Sales and Use Tax	29.1	27.5	27.7	27.8	27.8
Other Major Taxes	12.1	11.6	11.6	12.5	13.5
Miscellaneous Taxes, Fees	14.2	11.0	11.5	11.6	13.0
Corporation Business Tax	5.7	6.6	7.3	7.7	7.2
State Lottery	3.7	3.3	3.6	3.6	3.8
Casino Taxes and Fees	2.0	1.9	2.0	2.1	2.1
Total	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %

STATE OF NEW JERSEY
EXPENDITURES BY DEPARTMENT
FISCAL YEAR ENDED JUNE 30, 2002
BUDGETED FUNDS
(Expressed in Millions)

	Direct State Service	Grants In-Aid	State Aid	Capital Construction	Debt Service	Total
Legislative	$ 71.2	$ -	$ -	$ 4.6	$ -	$ 75.8
Judicial	479.1	0.1	-	-	-	479.2
Chief Executive's Office	6.6	-	-	-	-	6.6
Agriculture	11.8	5.0	8.9	5.2	-	30.9
Banking and Insurance	66.2	-	-	-	-	66.2
Community Affairs	46.0	89.9	976.8	-	-	1,112.7
Corrections	781.3	103.6	-	16.4	-	901.3
Education	58.4	4.1	7,117.4	1.6	-	7,181.5
Environmental Protection	235.2	9.8	15.8	96.7	54.3	411.8
Health and Senior Services	99.1	1,057.9	37.5	1.2	-	1,195.7
Human Services	668.1	2,717.9	272.1	8.6	-	3,666.7
Labor	74.1	40.2	-	3.6	-	117.9
Law and Public Safety	566.9	35.1	10.3	6.8	-	619.1
Military and Veteran's Affairs	75.7	1.3	-	2.0	-	79.0
Personnel	32.4	-	-	-	-	32.4
State	26.5	1,078.6	18.3	14.6	-	1,138.0
Transportation	237.3	254.5	24.8	687.7	-	1,204.3
Treasury	442.9	1,377.2	352.9	5.3	396.9	2,575.2
Miscellaneous	1.4	-	-	-	-	1.4
Inter-Departmental	1,126.2	488.8	-	157.8	-	1,772.8
Total	$ 5,106.4	$ 7,264.0	$ 8,834.8	$ 1,012.1	$ 451.2	$ 22,668.5

STATE OF NEW JERSEY
EXPENDITURE SUMMARY
PERCENT DISTRIBUTION BY MAJOR EXPENDITURE CATEGORY
BUDGETED FUNDS
1998-2002

	2002	2001	2000	1999	1998
Direct State Services	22.5 %	23.5 %	23.3 %	25.9 %	31.0 %
Grants-In-Aid	32.0	29.1	31.1	27.8	23.5
State Aid	39.0	39.4	39.4	40.3	39.8
Capital Construction	4.5	5.5	3.7	3.3	2.9
Debt Service	2.0	2.5	2.5	2.7	2.8
Total	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %

STATE OF NEW JERSEY
CORPORATE HEADQUARTERS

Arch America
AT&T
Automatic Data Processing, Inc.
Automatic Switch & ASCO Power
Aventis Pharmaceuticals
BASF Corporation
Becton, Dickinson and Company
Bloomberg Financial Market
The BOC Group
Burlington Coat Factory
Campbell Soup Company
Commerce Bank
Continental Airlines
D&B (Dun & Bradstreet)
Educational Testing Service
Electronic Data Systems Corp.
Food Circus Supermarkets
Foodarama Supermarkets, Inc.
Foster Wheeler Corp.
Great Atlantic & Pacific Tea Co.
Hoffman-LaRoche
Honeywell
Horizon BC & BS of NJ
Howmet Corporation
Inserra Supermarkets
Jersey Central Power & Light
Jevic Transportation Inc.
Johnson & Johnson
Kimble Glass, Inc.
Kings Super Markets, Inc.
KPMG LLP
Liz Claiborne, Inc.
Lucent Technologies
M&M Mars
Marcal Paper Mills, Inc.
Matsushita Electric Corp. of America
Merck & Company, Inc.
National Starch and Chemical Co.
NJ Manufacturers Insurance Group
North Jersey Media Group, Inc.
Novartis
Pathmark Stores, Inc.
Pearson Education
Pharmacia Corp.
PNC Financial Services Group, Inc.
PricewaterhouseCoopers, LLP
Professional Security Bureau Ltd.
The Prudential Insurance Co.
Public Service Enterprise Group, Inc.
Quest Diagnostics, Inc.
Quick Chek Food Stores
Ricoh Corporation
Schering-Plough Corp.
Selective Insurance Group, Inc.
Siemens Corp.
Silver Line Building Products, Corp.
SOS Security, Inc.
Telcordia
Tropicana/Aztar Corp.
Trump Hotel & Casino Resorts
Valley National Bank
Wakefern Food Corporation
Wyeth

Source: "New Jersey Business", New Jersey Business & Industry Association, "30th Annual Top 100 Employers, May 2002". Data reprinted with the permission of the New Jersey Business & Industry Association.

STATE OF NEW JERSEY
FIFTY LARGEST EMPLOYERS

Rank	Name	New Jersey Employment 2002
1	Wakefern Food Corporation	31,000
2	Verizon	16,525
3	Park Place Entertainment	16,261
4	AT&T	16,159
5	Pathmark Stores, Inc.	13,000
6	Merck & Company, Inc.	12,846
7	Trump Hotel & Casino Resorts	12,846
8	Public Service Enterprise Group, Inc.	12,000
9	Continental Airlines	11,600
10	The Prudential Insurance Co.	11,315
11	Home Depot	11,300
12	Johnson & Johnson	11,000
13	Merrill Lynch & Co., Inc.	11,000
14	Great Atlantic & Pacific Tea Co.	10,908
15	Lucent Technologies	9,600
16	Wal-Mart Stores, Inc.	9,300
17	Federated Dept. Stores	9,200
18	Bristol-Myers Squibb Company	8,000
19	Cendant Corp.	7,012
20	Schering-Plough Corp.	6,800
21	Fleet Boston Financial	6,500
22	Harrahs Entertainment, Inc.	6,475
23	Automatic Data Processing, Inc.	6,202
24	Federal Express	6,100
25	Acme Markets, Inc.	6,076
26	First Union/Wachovia	6,000
27	Foodarama Supermakets, Inc.	5,700
28	UBS/Paine Webber	5,332
29	Telcordia	5,200
30	Tropicana/Aztar Corp.	4,918
31	Commerce Bank	4,826
32	IBM	4,766
33	Marriott International Corp.	4,720
34	Horizon BC & BS of NJ	4,600
35	Novartis	4,000
36	PricewaterhouseCoopers, LLP	3,800
37	Silver Line Buildings Products, Corp.	3,600
38	J. C. Penney Co., Inc.	3,559
39	Inserra Supermarkets	3,522
40	Lockheed Martin	3,500
41	Siemens Corp.	3,483
42	J. P. Morgan Chase & Co.	3,287
43	Gannett Co., Inc.	3,192
44	Professional Security Bureau Ltd.	3,110
45	L'Oreal USA, Inc.	3,024
46	BASF Corporation	3,000
47	Hoffman-LaRoche	3,000
48	Pfizer	3,000
49	PNC Financial Services Group, Inc.	2,850
50	Foster Wheeler Corp.	2,828

Source: "New Jersey Business", New Jersey Business & Industry Association, "30th Annual Top 100 Employers, May 2002". Data reprinted with the permission of the New Jersey Business & Industry Association.

STATE OF NEW JERSEY
RATIO OF GENERAL LONG-TERM BONDED DEBT TO
ASSESSED VALUE AND DEBT PER CAPITA
(Expressed in Thousands Except as Indicated)

Fiscal Year	Population	Assessed Value (1)	General Long-Term Debt Outstanding (2)	General Long-Term Debt Comparison To Assessed Value	General Long-Term Debt Per Capita
1992	7,820	$398,926,473	$3,594,741	0.90 %	$459.69
1993	7,879	398,926,840	3,591,315	0.90	455.81
1994	7,904	412,288,812	3,646,891	0.88	461.40
1995	7,945	419,342,052	3,688,361	0.88	464.24
1996	7,988	432,759,176	3,437,450	0.79	430.33
1997	8,053	442,504,941	3,572,895	0.81	443.67
1998	8,115	458,783,983	3,649,905	0.80	449.77
1999	8,143	472,650,804	3,790,570	0.80	465.50
2000	8,429 *	495,989,653	3,470,920	0.70	411.78 *
2001	8,484	526,949,622	3,170,939	0.60	373.76

* Revised
(1) Includes Real and Personal Property.
(2) Includes Bonded Debt Only.

Sources: New Jersey Department of the Treasury, Annual Report of the Division of Taxation.
New Jersey Department of the Treasury, Office of Management and Budget.

STATE OF NEW JERSEY
CONSTRUCTION CONTRACTS AWARDED
1995-2001**
(Expressed in Millions)

Construction Type	1995	1996	1997	1998	1999	2000	2001	2000/2001 % Change
Nonresidential	$ 2,770	$ 2,962	$ 3,618	$ 4,229	$ 4,604	$ 5,312	$ 5,002	(5.8)
Residential	2,256	2,325	2,626	3,409	3,704	3,734	3,768	0.9
Nonbuilding *	1,437	1,841	2,128	1,314	1,306	1,909	2,545	33.3
Total Construction	$ 6,463	$ 7,128	$ 8,372	$ 8,952	$ 9,614	$ 10,955	$ 11,315	3.3

Notes: Data for 1995 and forward include monthly revisions published by contract with F.W.Dodge; reprinting is not permitted, except for cumulative year-to-date percent changes.

* Nonbuilding includes public construction such as streets and highways, bridges as well as utilities and communications systems.

** Revised 1996 through 2000.

Source: F.W. Dodge Division, McGraw Hill Information Systems Company

STATE OF NEW JERSEY
VALUATIONS OF TAXABLE REAL PROPERTY, PERSONAL AND PER CAPITA INCOME
(Expressed in Thousands Except as Indicated)

Year	Population	Assessed Valuation of Real Property	True Valuation of Real Property	Personal Income (millions)	Per Capita Income
1992	7,820	$ 395,846,856	$ 492,201,955	$ 208,197	$ 26,597
1993	7,879	409,094,683	485,920,335	213,419	27,101
1994	7,904	416,127,649	488,261,504	220,817	27,885
1995	7,945	423,960,677	497,070,641	233,209	29,277
1996	7,988	429,753,244	499,810,185	246,659	30,795
1997	8,053	438,965,016	505,356,447	262,423	32,582
1998	8,115	455,710,131	521,118,994	278,349	34,383
1999	8,143	470,554,943	548,448,342	294,024	36,106
2000	8,429 *	493,857,845	592,571,361	312,868 *	37,118 *
2001	8,484	524,816,215	655,711,655	323,706	38,153

* Revised

Sources: New Jersey Department of the Treasury, Annual Report of the Division of Taxation.
New Jersey Department of Labor, Office of Demographic & Economic Analysis.

STATE OF NEW JERSEY
COMPOSITION OF NONAGRICULTURAL WAGE AND SALARY EMPLOYMENT
NEW JERSEY AND THE UNITED STATES - 2001
(Expressed in Thousands)

	New Jersey		United States
	No. of Jobs	% of Total	% of Total
Total Nonagricultural	4,024.3	100.0 %	100.0 %
Manufacturing	450.1	11.2	13.4
Mining	1.6	0.0	0.4
Construction	161.0	4.0	5.2
Transportation and Utilities	269.8	6.7	5.3
Trade	927.8	23.1	23.1
Finance, Insurance, and Real Estate	271.5	6.7	5.8
Services	1,341.7	33.3	31.0
Government	600.7	14.9	15.8

Note: Percent of total column may not equal 100% due to rounding.

Sources: U.S. Department of Labor, Bureau of Labor Statistics and N.J. Department of Labor, Division of Labor Market and Demographic Research.

STATE OF NEW JERSEY
MANUFACTURING AND NON-MANUFACTURING EMPLOYMENT
(Expressed in Thousands)

	1991	1996	2001	Percentage Change from 1991-2001	Percentage of Total Employment 2001
Manufacturing Durable Goods					
Electrical Machinery and Instruments	82.8	64.6	63.7	(23.1) %	1.4%
Non-Electric Machinery	44.0	34.5	31.4	(28.6)	0.7%
Fabricated Metals	36.0	31.6	29.4	(18.3)	0.7%
Stone, Clay and Glass	18.8	17.0	16.1	(14.4)	0.4%
Primary Metals	14.4	11.7	10.5	(27.1)	0.2%
Other	34.8	33.1	37.1	6.6	0.8%
Total Durable	230.8	192.5	188.2	(18.5)	4.2%
Non-Durable Goods					
Chemicals	116.2	98.5	93.9	(19.2)	2.1%
Apparel	31.4	26.5	18.3	(41.7)	0.4%
Printing and Publishing	59.3	57.5	57.4	(3.2)	1.3%
Food	43.3	38.3	34.6	(20.1)	0.8%
Rubber and Plastics	30.4	29.0	23.7	(22.0)	0.5%
Other	47.5	41.2	34.2	(28.0)	0.8%
Total Non-Durable	328.1	291.0	262.0	(20.1)	5.9%
Total Manufacturing	558.9	483.5	450.2	(19.4)	10.1%
Non-Manufacturing					
Trade	824.1	853.8	927.9	12.6	20.7%
Services	963.9	1,122.7	1,341.7	39.2	30.0%
Government	571.6	570.6	600.7	5.1	13.4%
Transportation, Communication, and Public Utility	228.2	250.1	269.8	18.2	6.0%
Finance, Insurance, and Real Estate	228.7	232.1	271.5	18.7	6.1%
Contract Construction	121.4	124.2	161.0	32.6	3.6%
Other	560.8	485.4	451.7	(19.5)	10.1%
Total Non-Manufacturing	3,498.7	3,638.9	4,024.3	15.0	89.9%
Grand Total	4,057.6	4,122.4	4,474.5	10.3 %	100.0%

Source: New Jersey Department of Labor "New Jersey Economic Indicators" June 2002, Number 437.

STATE OF NEW JERSEY
AVERAGE HOURLY GROSS DOLLAR EARNINGS OF PRODUCTION WORKERS
ANNUAL AVERAGES

	1992	1993	1994	1995	1996	1997	1998	1999	2000*	2001
TOTAL MANUFACTURING	$ 12.59	$ 12.98	$ 13.38	$ 13.56	$ 13.86	$ 13.85	$ 14.58	$ 15.07	$ 15.47	$ 15.88
Durable Goods	12.44	12.89	13.23	13.40	13.74	13.74	14.44	14.84	15.15	15.54
Lumber	11.48	11.31	11.51	11.82	11.97	11.99	12.40	12.23	12.56	12.79
Furniture	10.32	10.57	10.80	10.78	10.41	10.41	10.97	10.97	10.18	10.63
Stone, Clay, and Glass	11.96	12.62	13.17	13.39	13.67	13.66	14.18	14.80	15.20	15.45
Primary Metals	12.54	13.00	13.18	13.63	13.68	13.68	14.52	15.17	15.56	16.78
Fabricated Metals	12.45	12.71	13.18	13.48	13.65	13.65	13.78	14.05	13.62	14.16
Non-Electrical Machinery	13.39	13.84	14.26	14.40	14.49	14.50	15.54	16.06	15.78	15.98
Transportation Equipment	16.11	17.82	18.57	18.44	17.93	17.95	19.67	19.84	21.31	21.28
Misc. Manufacturing	10.50	10.91	10.82	11.02	11.74	11.75	12.36	12.33	12.90	13.75
Non-Durable Goods	12.70	13.04	13.48	13.67	13.94	13.94	14.68	15.23	15.73	16.16
Food	12.30	12.97	13.52	13.44	13.28	13.28	13.68	14.06	14.18	14.44
Textiles	9.75	9.79	9.71	10.04	10.61	10.67	11.75	12.38	12.80	12.81
Apparel	7.97	7.96	8.33	8.45	8.59	8.59	8.72	9.12	9.16	9.53
Paper	12.26	12.37	12.84	13.07	13.33	13.35	14.28	14.95	14.99	15.13
Printing and Publishing	13.92	13.80	13.85	14.01	14.11	14.08	15.65	16.18	16.08	16.38
Chemicals	15.17	15.84	16.38	16.90	17.40	17.39	18.46	19.13	20.37	20.64
Petroleum	22.23	23.61	25.24	25.04	25.33	25.32	26.96	27.84	25.82	27.32
Rubber and Plastics	10.52	10.70	11.02	11.30	11.53	11.52	11.88	12.35	12.91	13.33
Leather	8.19	8.38	8.64	8.61	9.36	9.36	10.08	10.16	9.95	10.40

* Revised

Source: New Jersey Department of Labor, Division of Planning and Research.

STATE OF NEW JERSEY
PERSONAL AND PER CAPITA INCOME,
AND NEW DWELLING UNITS

Year	Personal Income ($ Millions)	Per Capita Income	Value of New Dwelling Units Authorized ($ Thousands)
1992	$ 208,197	$ 26,597	$ 2,538,486
1993	213,419	27,101	3,130,101
1994	220,817	27,885	3,189,788
1995	233,209	29,277	2,825,560
1996	246,659	30,795	2,134,127
1997	262,423	32,582	2,533,451
1998	278,349	34,383	2,936,016
1999	294,024	36,106	3,162,436
2000	312,868 *	37,118 *	3,375,978
2001	323,706	38,153	3,013,190

* Revised

Sources: New Jersey Department of Labor and New Jersey Economic Policy Council.

STATE OF NEW JERSEY
CASH RECEIPTS FROM FARM MARKETINGS
(Expressed in Millions)

Year	Livestock and Products	Crops	Total
1992	$190.3	$463.2	$653.5
1993	198.7	507.6	706.3
1994	182.6	585.8	768.4
1995	200.5	572.2	772.7
1996	195.6	608.0	803.6
1997	179.8	597.6	777.4
1998	178.3	650.4	828.7
1999	192.9	535.8	728.7
2000 *	191.5	634.5	826.0
2001	203.8	617.3	821.1

* Revised

Sources: New Jersey and U. S. Departments of Agriculture.

STATE OF NEW JERSEY
STATE AID FOR LOCAL SCHOOL DISTRICTS
CONSOLIDATED SUMMARY
GENERAL FUND AND PROPERTY TAX RELIEF FUND
(Expressed in Thousands)

Formula Aid Program	Expended Fiscal Year 2002	Available Resources Fiscal Year 2003
Core Curriculum Standards Aid	$ 3,076,068	$ 3,080,318
Abbott v. Burke Parity Program	405,264	512,656
Supplemental Core Curriculum Standards Aid	251,768	251,768
Early Childhood Aid	330,630	330,630
Instructional Supplement	15,621	15,621
Demonstrably Effective Program Aid	199,512	199,512
Rewards and Recognition	9,957	9,957
Stabilization Aid	111,626	111,626
Stabilization Aid II	2,491	2,491
Stabilization Aid III	11,402	11,402
Additional Supplemental Stabilization Aid:		
Large Efficient Districts	5,250	5,250
Regionalization Incentive Aid	18,295	18,295
High Senior Citizen Concentrations	1,231	1,231
Categorical Aids:		
Distance Learning Network	59,162	59,162
Adult Education Grants	28,721	28,721
Bilingual Education	65,578	65,578
Special Education	896,420	896,420
County Vocational Education	38,948	38,948
Pupil Transportation Aid	303,456	303,187
School Choice	1,945	3,755
Aid for Enrollment Adjustments	16,456	16,456
Less:		
Stabilization Aid Growth Limitation	(73,576)	(73,576)
Subtotal: Net Thorough and Efficient Budget	5,776,225	5,889,408
School Construction and Renovation Program	20,505	96,417
Debt Service Aid	169,053	137,858
Subtotal: School Building Aid	189,558	234,275
Subtotal: Formula Aid Programs	5,965,783	6,123,683
Other Aid to Education		
Nonpublic School Aid	87,489	96,899
Additional Abbott v. Burke State Aid	367,613	305,674
Abbott Preschool Expansion Aid	-	142,400
Payment for Children with Unknown District of Residence	13,610	13,610
Extraordinary Special Education Costs Aid	15,078	15,000
General Vocational Aid	5,277	5,460
Additional School Building Aid (Debt Service)	5,475	4,532
Educational Information & Resource Center	450	450
School Choice/Charter School Aid	5,058	14,500
Charter Schools-Council on Local Mandates Decision Offset Aid	4,231	5,600
Character Education	4,691	4,750
Teacher Quality Mentoring	5,769	-
Other Aid	3,814	7,098
Subtotal: Other Aid to Education	518,555	615,973
Direct State Payments for Education		
Teachers' Pension Assistance	-	275,800
Debt Service on Pension Obligation Bonds	72,665	76,899
Pension and Annuity Assistance - Other	36,057	48,349
Teachers' Social Security Assistance	544,872	576,550
Subtotal: Direct State Payments for Education	653,594	977,598
Total	7,137,932	7,717,254
Less:		
School Construction and Renovation Fund	(20,505)	(96,417)
Total: State Aid For Local School Districts	$ 7,117,427	$ 7,620,837

STATE OF NEW JERSEY
SECTOR SUMMARY OF FALL ENROLLMENT
NEW JERSEY COLLEGES AND UNIVERSITIES, 2000 and 2001

Full and Part-Time Sector	Undergraduate 2000	Undergraduate 2001	Post-Baccalaureate 2000	Post-Baccalaureate 2001	Total Enrollments 2000	Total Enrollments 2001
Full-Time Enrollment						
Community Colleges	56,509	59,921	--	--	56,509	59,921
State Colleges	44,603	46,014	1,654	1,802	46,257	47,816
Rutgers, The State University	31,842	32,822	4,734	4,714	36,576	37,536
New Jersey Institute of Technology	3,961	4,123	1,216	1,261	5,177	5,384
University of Medicine & Dentistry	622	616	3,197	3,200	3,819	3,816
Independent Colleges	37,498	38,803	7,858	8,503	45,356	47,306
Total Full-Time	175,035	182,299	18,659	19,480	193,694	201,779
Part-Time Enrollment						
Community Colleges	68,076	69,998	--	--	68,076	69,998
State Colleges	14,680	14,147	10,052	11,567	24,732	25,714
Rutgers, The State University	5,686	5,324	7,462	7,489	13,148	12,813
New Jersey Institute of Technology	1,676	1,575	1,967	1,903	3,643	3,478
Thomas Edison State College	7,972	8,152	165	183	8,137	8,335
University of Medicine & Dentistry	207	175	640	669	847	844
Independent Colleges	11,435	11,125	12,218	12,567	23,653	23,692
Total Part-Time	109,732	110,496	32,504	34,378	142,236	144,874
Full and Part-Time						
Community Colleges	124,585	129,919	--	--	124,585	129,919
State Colleges	59,283	60,161	11,706	13,369	70,989	73,530
Rutgers, The State University	37,528	38,146	12,196	12,203	49,724	50,349
New Jersey Institute of Technology	5,637	5,698	3,183	3,164	8,820	8,862
Thomas Edison State College	7,972	8,152	165	183	8,137	8,335
University of Medicine & Dentistry	829	791	3,837	3,869	4,666	4,660
Independent Colleges	48,933	49,928	20,076	21,070	69,009	70,998
Total Full and Part-Time	284,767	292,795	51,163	53,858	335,930	346,653

Source: New Jersey Department of Higher Education, "Opening Fall Enrollments New Jersey Colleges and Universities."

STATE OF NEW JERSEY
PUBLIC AND INDEPENDENT COLLEGE ENROLLMENT SUMMARY

FULL-TIME UNDERGRADUATE ENROLLMENT

Year	Community Colleges	State Colleges	Other Public 4-Year(1)	Independent Colleges	Total
1992	52,584	40,569	32,147	29,148	154,448
1993	54,923	40,246	31,595	29,818	156,582
1994	54,676	39,356	31,597	30,082	155,711
1995	54,862	40,265	32,272	30,244	157,643
1996	54,053	40,934	32,677	32,005	159,669
1997	53,323	41,874	33,468	33,258	161,923
1998	53,643	42,843	34,578	35,175	166,239
1999	54,869	43,895	35,857	36,075	170,696
2000	56,509	44,603	36,425	37,498	175,035
2001	59,921	46,014	37,561	38,803	182,299

PART-TIME UNDERGRADUATE ENROLLMENT

1992	86,144	18,958	17,584	13,824	136,510
1993	84,992	18,304	17,747	13,893	134,936
1994	81,086	17,871	17,259	13,366	129,582
1995	78,378	17,400	17,103	12,936	125,817
1996	73,050	16,733	16,751	13,169	119,703
1997	69,265	16,418	16,515	12,489	114,687
1998	67,471	15,471	16,452	11,757	111,151
1999	68,013	14,663	15,739	11,349	109,764
2000	68,076	14,680	15,541	11,435	109,732
2001	69,998	14,147	15,226	11,125	110,496

(1) Includes Rutgers, The State University, New Jersey Institute of Technology, The University of Medicine and Dentistry's School of Allied Health Professions, and Thomas Edison State College.

Source: New Jersey Department of Higher Education, "Opening Fall Enrollments New Jersey Colleges and Universities".

STATE OF NEW JERSEY
FULL-TIME PAID EMPLOYEES (a)
(Excludes Colleges and Universities)

Department/Agency	January 2000		January 2001		January 2002
Agriculture	245		255		259
Banking & Insurance	472		502		517
Chief Executive's Office	123		122		116
Community Affairs	1,022		1,086		1,106
Corrections	8,697	**	8,907	**	9,445
-Parole Board	693	**	741	**	713
Education	860		915		991
Environmental Protection	3,203		3,312		3,449
Health	1,956		2,036		2,148
Human Services	17,427		18,001		18,978
Labor	3,546		3,524		3,486
-Public Employees Relations Commission	38		38		36
Law and Public Safety	6,666		6,841		7,379
-Election Law Enforcement Commission	38		49		50
-Violent Crimes Compensation Board	50		47		47
-Executive Commission on Ethical Standards	7		6		9
-Juvenile Justice	1,439		1,529		1,638
Military and Veterans' Affairs	1,426		1,458		1,449
Personnel	422		426		440
State	185		199		202
-Commission on Higher Education	23		24		24
-Public Broadcasting Authority	149		153		159
-Student Assistance	191		197		213
Transportation	5,071		5,431		5,438
Treasury*	3,599		3,686		3,880
-Casino Control Commission	325		333		334
-Commission on Science & Technology	8		9		9
-Office of Administrative Law	115		111		112
-Office of Information Technology	996		1,015		1,048
-Public Defender	901		927		942
-Board of Public Utilities/Ratepayer Advocate	292		290		307
Miscellaneous Executive Commissions	2		2		2
Subtotal Executive Branch	**60,187**		**62,172**		**64,926**
Legislature	484		505		492
Judiciary (Administrative Office of the Courts)	1,730		1,734		1,795
Statewide Total	**62,401**		**64,411**		**67,213**
Judiciary	7,308		7,432		7,566

* Does not include the Commerce and Economic Growth Commission.
** 2000 and 2001 data has been restated to reflect positions transferred from Corrections to the Parole Board.
(a) Full time paid employees were tabulated as of pay period one for each year displayed.

STATE OF NEW JERSEY
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES

Fiscal Year	Principal	Interest	Total Debt Service*	State Expenditures	Ratio of Debt Service To Total State Expenditures
1993	$ 93,923,000	$ 115,876,389	$ 209,799,389	$ 14,666,284,793	1.43 %
1994	3,425,000	116,512,997	119,937,997	14,864,235,964	0.81
1995	3,425,000	100,096,833	103,521,833	15,330,072,857	0.68
1996	244,281,000	209,070,625	453,351,625	16,243,868,982	2.79
1997	250,911,000	195,989,910	446,900,910	16,335,984,225	2.74
1998	287,675,000	191,218,950	478,893,950	17,214,149,639	2.78
1999	297,990,000	197,553,385	495,543,385	18,531,794,940	2.67
2000	301,995,000	192,228,225	494,223,225	19,959,907,507	2.48
2001	319,650,000	205,395,184	525,045,184	21,326,795,958	2.46
2002	296,135,380	155,040,632	451,176,012	22,679,930,235	1.99

* Includes debt service on General Obligation Bonds only. Savings achieved through the sale of General Obligation Refunding Bonds are reflected in lower payments made in Fiscal Years 1993, 1994, 1995, 1996, 1999 and 2002.

CALCULATION OF LEGAL DEBT LIMITS

The State Constitution provides that the Legislature shall not create a debt or liability in any fiscal year which, together with any previous debts or liabilities, shall exceed one percent of total appropriations for that fiscal year unless the same shall be authorized by a law for some single object or been submitted to the people at a general election and has been approved by a majority of voters. These Constitutional Provisions do not apply to the creation of debt for purposes of war or to repel invasion, suppress insurrection, or to meet emergencies caused by disaster or act of God (Article VIII, Section 2, par. 3).

All general obligation bonded debt in New Jersey is entered into as a result of successful referenda. As the table below illustrates, the debt margin as defined in the Constitution would prohibit any other method of creation of such debt and liability.

STATE OF NEW JERSEY
CALCULATION OF LEGAL DEBT LIMITS
(Expressed in Thousands)

Fiscal Year	Total General Fund Appropriations*	Legal Debt Limit	Outstanding General Obligation Bonded Debt
1993	$10,082,054	$100,821	$3,594,741
1994	10,270,698	102,707	3,591,315
1995	10,471,079	104,711	3,646,891
1996	11,216,997	112,170	3,688,361
1997	11,240,476	112,405	3,437,450
1998	11,206,205	112,062	3,572,895
1999	11,629,300	116,293	3,649,905
2000	12,462,175	124,622	3,790,570
2001	13,098,142	130,981	3,470,920
2002	14,186,563	141,866	3,170,939

* Does not include Property Tax Relief Fund, Casino Control Fund, Casino Revenue Fund, and Gubernatorial Elections Fund, the revenues of which are restricted as to use by their respective legislation.

STATE OF NEW JERSEY
AUTHORIZED BUT UNISSUED DEBT, 2001 AND 2002
(Expressed in Thousands)

Debt Program	Year	Amount Authorized	Unissued 06/30/01	Unissued 06/30/02
General Obligation Bonds				
Clean Waters	1976	$ 120,000	$ 5,000	$ 5,000
State Land Acquisition and Development	1978	200,000	3,500	3,500
Natural Resources	1980	145,000	47,500	47,500
Energy Conservation	1980	50,000	2,100	2,100
Water Supply	1981	350,000	93,400	93,400
Hazardous Discharge	1981	100,000	43,000	43,000
New Jersey Green Acres	1983	135,000	14,500	14,500
Pinelands Infrastructure Trust	1985	30,000	8,000	8,000
Hazardous Discharge	1986	200,000	88,000	88,000
New Jersey Green Acres, Cultural Centers & Historic Preservation	1987	100,000	10,000	10,000
Jobs, Education & Competitiveness	1988	350,000	7,000	7,000
Open Space Preservation	1989	300,000	29,000	29,000
Public Purpose Buildings and Community-Based Facilities Construction	1989	125,000	13,000	13,000
Stormwater Management & Combined Sewer Overflow Abatement	1989	50,000	27,000	27,000
New Jersey Green Acres, Clean Water, Farmland & Historic Preservation	1992	345,000	62,880	62,880
Developmental Disabilities' Waiting List Reduction and Human Services Facilities Construction	1994	160,000	41,500	41,500
1995 New Jersey Green Acres, Farmland & Historic Preservation & Blue Acres	1995	340,000	91,000	91,000
Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development	1996	300,000	246,000	246,000
Urban & Rural Centers Unsafe Buildings Demolition	1997	20,000	20,000	20,000
Statewide Transportation and Local Bridge	1999	500,000	300,000	300,000
Subtotal		$ 3,920,000	$ 1,152,380	$ 1,152,380
Revenue Bonds Payable				
Building Authority				
State Police Multipurpose Building and Troop "C" Headquarters	1999	84,500	29,500	29,500
State Police Office of Emergency Management and Operations Center	2002	27,600	N/A	27,600
State Museum Renovations	2002	16,215	N/A	16,215
Transportation Trust Fund Authority				
Annual Capital Plan*	1995	6,300,000	2,947,655	1,932,655
Subtotal		$ 6,428,315	$ 2,977,155	$ 2,005,970
Installment Obligations				
Economic Development Authority				
Market Transition Facility	1994	750,000	44,730	44,730
School Facilities Construction	2000	8,600,000	8,100,000	8,091,400
Solid Waste Facilities **	2002	1,100,000	N/A	1,100,000
Educational Facilities Authority				
Equipment Leasing Fund	1993	100,000	100,000	12,615
Public Library Trust Fund	1999	45,000	45,000	45,000
Capital Improvement Fund	1999	550,000	271,905	271,905
Dormitory Safety Trust Fund	2000	90,000	90,000	16,230
Garden State Preservation Trust				
Preservation Bonds	1999	1,000,000	1,000,000	1,000,000
Subtotal		$ 12,235,000	$ 9,651,635	$ 10,581,880
Total		$ 22,583,315	$ 13,781,170	$ 13,740,230

Notes:

Does not include debt issued after June 30, 2002. Refer to Note 18 of the Notes to the Financial Statements for transactions after June 30, 2002.

***** The New Jersey Transportation Trust Fund Authority has been legislatively reauthorized to include capital programs through Fiscal Year 2004. Bonding authorizations of $650.0 million for Fiscal Years 2003 and 2004 respectively are shown in this table.

****** Authorizing legislation does not provide a debt limit. Amounts authorized are based on estimated needs.

STATE OF NEW JERSEY
STATE AID, TAX RELIEF, AND LOCAL BUDGET SAVINGS INITIATIVES
(Expressed in Millions)

Program	FY 1999	FY 2000	FY 2001	FY 2002
School Aid				
Direct Aid	$ 5,012.1	$ 5,451.6	$ 5,914.7	$ 6,453.6
School Construction and Renovation	-	112.0	129.9	82.0
Teachers' Retirement Benefits and Social Security	924.8	700.4	792.5	905.7
Subtotal School Aid And Budget Savings	5,936.9	6,264.0	6,837.1	7,441.3
Municipal Aid And Budget Savings				
Consolidated Municipal Property Tax Relief Aid	756.0	767.9	787.8	835.2
Energy Receipts Property Tax Relief Aid	745.0	750.0	750.0	755.0
Special Municipal Aid	-	95.0	-	38.7
Business Personal Property Tax Depreciation	-	-	33.9	-
Legislative Initiative Block Grant Program	33.0	33.0	33.8	34.8
Extraordinary Aid	30.0	30.0	25.0	25.0
Regional Efficiency Aid Program	-	-	16.8	20.0
Regional Efficiency Development Incentive Program	10.0	10.0	10.0	5.0
Open Space-Payments in Lieu of Taxes	-	6.3	7.1	7.4
Watershed Moratorium Offset Aid	2.0	3.4	3.3	3.4
Subtotal Municipal Aid And Budget Savings	1,576.0	1,695.6	1,667.7	1,724.5
Other Local Aid And Budget Savings				
County College Aid	159.8	174.2	191.1	203.7
Transportation Trust Fund-Aid for Local Projects	130.0	150.0	150.0	150.0
Aid to County Psychiatric Hospitals	78.9	87.2	87.2	91.7
Urban Enterprise Zones-Sales Tax Dedication	65.0	48.9	43.5	57.4
Intergovernmental Transfer Funds (IGT)	-	-	51.4	-
Department of Community Affairs-Housing and Neighborhood Assistance	16.6	16.6	16.6	16.7
Library Aid	13.1	14.1	15.1	15.4
Pension Contributions on Behalf of Local Governments	9.3	58.1	15.6	21.9
Miscellaneous Programs	19.8	20.2	23.2	22.5
Subtotal Other Local Aid And Budget Savings	492.5	569.3	593.7	579.3
Direct Taxpayer Relief				
NJ SAVER Program	-	170.0	336.7	727.4
Homestead Rebates	324.6	332.6	335.1	500.6
Veterans & Senior/Disabled Citizens' Property Tax Relief	53.6	74.9	77.3	91.9
Property Tax Deduction Act	250.0	263.0	301.0	316.8
Subtotal Direct Taxpayer Relief	628.2	840.5	1,050.1	1,636.7
Pension Security Plan Savings				
School District Pension Security Program Savings	20.4	21.4	10.6	10.6
Municipal Pension Security Program Savings	29.5	26.0	12.8	12.8
Police and Firemen's Retirement Local Savings	-	-	150.0	150.0
Other Local Pension Security Program Savings	51.1	51.3	25.3	25.3
Subtotal Pension Security Program Savings	101.0	98.7	198.7	198.7
GRAND TOTAL	$ 8,734.6	$ 9,468.1	$ 10,347.3	$ 11,580.5

STATE OF NEW JERSEY
POPULATION AND EMPLOYMENT TRENDS
(Expressed in Thousands)

Year	Population	Civilian Labor Force*	Resident Employment*	Unemployment*	New Jersey Unemployment Rate	U.S. Unemployment Rate
1991	7,773	4,041	3,770	271	6.7 %	6.8 %
1992	7,820	4,031	3,690	341	8.5	7.5
1993	7,879	3,989	3,691	298	7.5	6.9
1994	7,904	4,016	3,743	274	6.8	6.1
1995	7,945	4,064	3,804	261	6.4	5.6
1996	7,988	4,135	3,878	256	6.2	5.4
1997	8,053	4,192	3,977	215	5.1	4.9
1998	8,115	4,144	3,953	191	4.6	4.5
1999	8,143	4,206	4,012	193	4.6	4.2
2000	8,414	4,188	4,031	157	3.8	4.0

* 1991 through 1999 revised

Sources: New Jersey Department of Labor, "New Jersey Economic Indicators".
New Jersey Department of Labor, Division of Planning and Research.

STATE OF NEW JERSEY
NEW VEHICLE REGISTRATIONS
1991-2000

Calendar Year		Cars	Light Trucks Vans	Total Vehicles Annual	Total Vehicles Monthly Average
1991		327,710	90,612	418,322	34,860
1992		324,998	99,974	424,972	35,414
1993		368,218	134,808	503,026	41,919
1994		371,592	160,398	531,990	44,333
1995		350,533	158,366	508,899	42,408
1996		350,955	182,203	533,158	44,430
1997		344,977	192,582	537,559	44,796
1998	*	348,559	202,044	550,603	45,884
1999	*	374,408	237,477	611,885	50,990
2000		396,305	264,898	661,203	55,100

* Revised

Source: R.L.Polk and Company

MISCELLANEOUS STATISTICAL DATA

In 1787, New Jersey became the third state to ratify the U.S. Constitution.

The State Constitution was adopted on July 2, 1776, subsequently superceded by the State Constitution of 1844 and the current Constitution which was ratified by the State's voters on November 4, 1947.

The State Constitution establishes a bicameral legislature which meets in annual sessions in Trenton, the State capital. Members of the State Senate are elected to terms of four years, except for the election following a decennial census, in which case the term is two years. The members of the General Assembly are elected to two-year terms. The Governor is elected to a term of four years.

The area of the State, 7,418.8 square miles, ranks it fifth smallest in size. The estimated population as of July 1, 2001 was 8,484,000 making New Jersey the ninth largest state in population, and the most populated of all the states, with an average of 1,144 people per square mile.

The higher education system in New Jersey includes 24 private colleges, 19 community colleges, as well as the following State institutions:

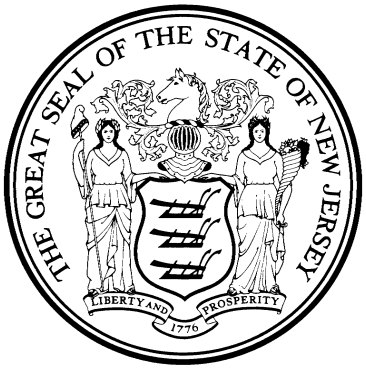
The College of New Jersey
Thomas Edison State College
Kean University
Montclair State University
New Jersey City University
New Jersey Institute of Technology
The William Paterson University of New Jersey
Ramapo College of New Jersey
Rowan University
Rutgers, The State University of New Jersey
The Richard Stockton College of New Jersey
University of Medicine and Dentistry of New Jersey

The Financial Reporting Unit dedicates the Fiscal Year 2002 Comprehensive Annual Financial Report in loving memory of our co-worker and friend

Beverly Ann Hewitt

August 15, 1947-August 23, 2002

You taught us the meaning of the words: hope, faith, courage, strength, love, and friendship.



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